

14421 County Rd. 10 • Ft. Lupton, Colorado 80621 • (303) 857-9999 • FAX (303) 857-0577 • E-MAIL Permitco 1@aol.com

November 13, 2006

Division of Oil, Gas & Mining 1594 West North Temple, Suite 1210 Box 145801 Salt Lake City, UT 84114-5801 Attn: Minerals

Gasco Production Company Federal #14-20-9-19 660' FSL and 660' FWL SW SW Section 20, T9S - R19E **Uintah County, Utah**

Gentlemen:

Enclosed please find one copy of the Application for Permit to Drill, along with one copy of the Onshore Order No. 1 which was filed with the BLM in Vernal, Utah.

If you should need additional information, please don't hesitate to contact me. Approved copies of the A.P.D. should be sent to Permitco Inc. at the address shown above.

Sincerely,

PERMITCO INC.

Tabatha Parker Consultant for **Gasco Production Company**

Talatha Part

Enc.

NOV 1 5 2006

FICEVED

Action is Necessary

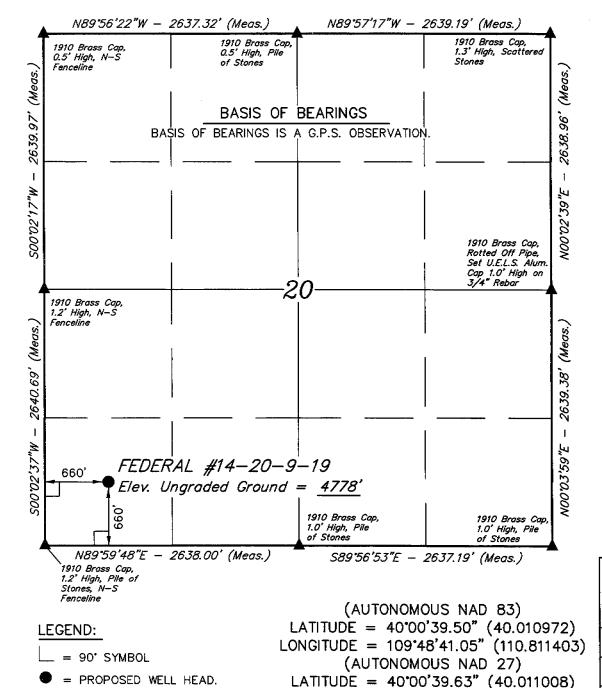
STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

AMENDED REPORT	
(highlight changes)	

	APPLICATIO	N FOR PE	RMIT T	O DRILL			5. MINERAL LEASE NO.:	6. SURFACE:
44 7/55 05 1/400	, DDUL (¥) DES	-N#ED []	DEEDENI				UTU-75090 7. IF INDIAN, ALLOTTEE O	BLM OR TRIBE NAME:
1A. TYPE OF WORK	DRILL 🛣 RE	NTER 🗆	DEEPEN	_			N/A	
B. TYPE OF WELL:	OIL GAS (X) OT	HER	SINGL	E ZONE 🔲	MULTIPLE ZON	νε ι Χ ι Γ	8. UNIT or CA AGREEMEN	T NAME:
				_			N/A	
2. NAME OF OPERA	TOR:						WELL NAME and NUMB	ER:
Gasco Prod	luction Company						Federal #14-20-9	
U. 7100111200 Q1 Q1		_	_	PHONE NUMB			10. FIELD AND POOL, OR	
8 Inverness 4. LOCATION OF W	Drive East, Suite 100,			303-483	3-0044			Jariate Benel
4. LOCATION OF W	,	601506X		474 40	0,011018	7	11. QTR/QTR, SECTION T MERIDIAN:	OWNSHIP, RANGE
AT SURFACE:	(660' FSL and 6	660' FWL	, ,			Sec. 20, T9S-R19	9E
AT PROPOSED PR	ODUCING ZONE:	SW SW		-10	1.81064	13		
14. DISTANCE IN MI	LES AND DIRECTION FROM NEAR	EST TOWN OR POS	T OFFICE:				12. COUNTY:	13. STATE:
Annroxim	ately 26.5 miles southe	east of Myton	ИТ				Uintah	Utah
15. DISTANCE TO N	EAREST PROPERTY OR LEASE LI	NE (FEET)		OF ACRES IN LEA	\SE:	17. NUN	MBER OF ACRES ASSIGNE	
	660'			1020.00			40 Acres; S	sw sw
	EAREST WELL (DRILLING, COMPL	ETED, OR	19. PROPOSE			20. BON	ID DESCRIPTION:	
APPLIED FOR) (Approx. 1300'			12,850			Bond #UT	-1000
21. ELEVATIONS (S	HOW WHETHER DF, RT, GR, ETC.) :	22 APPROXI	MATE DATE WOR	K WILL START:	23. EST	IMATED DURATION:	-1200
	4778' GL			ASAP 35 Days			vs	
24.		PROPOSI	ED CASING	AND CEME	NTING PRO	GDAM	,	
- 1-	CASING SIZE, GRADE, AND WEIG		TING DEPTH	AND CEIVIC			Y, YIELD, AND SLURRY WI	EIGHT
17-1/2"	13-3/8", H40, 48		200'	200 sx Premium Type 5, 15.6 ppg, 1.18 yield				
12-1/4"	8-5/8", J-55, 32							14.2 ppg, 1.63 yield
7-7/8"	4-1/2", P110, 13.				***			, 14.1 ppg, 1.28 yield
			,		,			,
25.	-		AT	FACHMENT:	 S			
VERIFY THE FOLLO	WING ARE ATTACHED IN ACCOR	DANCE WITH THE U	TAH OIL AND GA	6 CONSERVATIO	N GENERAL RULES	S:		
WELL PLAT	OR MAP PREPARED BY LICENSE	D SURVEYOR OR EN	GINEER	☐ COME	PLETE DRILLING P	POGDAM		
-	OF DIVISION OF WATER RIGHTS A			=	-		OR COMPANY OTHER TH	IAN THE LEASE OWNER
AGENT: Peri	nitCo Inc.				• Ell		GENT'S PHONE NO	D.: 303-857-9999
NAME (PLEASE PF	Tabatha Basisas				TITLE Age		asco Production	000 007 0000
SIGNATURE	Palatha Do	ale			DATE NOV	ember/	13, 2006	
(This space for State of	use only)	<u> • •</u>		Approve	d by the			
	110			Utah Di	vision of			
API NUMBER ASSIGN	NED: 43-047-3	8856		<u>⊃</u> il, Gas∘a	avel: Mining	3	man ng . Ng .	
	•				/	^	 A (MV 1 5 2000
(11/2001)	Federal Approval	H %	Dat	Pice interiors	0-000	 	N	10V 1 5 2006

T9S, R19E, S.L.B.&M.



= SECTION CORNERS LOCATED.

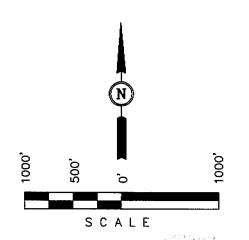
LONGITUDE = $109^{4}8^{3}8.54^{\circ}$ (109.810706)

GASCO PRODUCTION COMPANY

Well location, FEDERAL #14-20-9-19, located as shown in the SW 1/4 SW 1/4 of Section 20, T9S, R19E, S.L.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

SPOT ELEVATION AT THE NORTHEAST CORNER OF SECTION 21, T9S, R19E, S.L.B.&M. TAKEN FROM THE UTELAND BUTTE QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 4711 FEET.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELLER.

REDISTERED LAND SURVEYOR REGISTRATION NO. 161319 STATE OF UTAH

UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078 (435) 789-1017

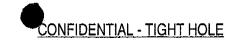
SCALE 1" = 1000'	DATE SURVEYED: 01-25-06	DATE DRAWN: 01-31-06
PARTY J.W. J.K. L.K.	REFERENCES G.L.O. PLA	T
WEATHER	FILE	
COLD	GASCO PRODU	JCTION COMPANY

. APPLICATION FOR PERMIT TO DEL OR REENTER

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

1.	Well plat certified by a registered surveyor. Attached.
2.	A Drilling Plan Attached.
3.	A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the Appropriate Forest Service Office. See Surface Use Plan Attached.
4.	Bond to cover the operations unless covered by an existing bond on file (see Item 20). Bond coverage for this well is provided by Gasco Production Company under their BLM Bond No. Bond #UT-1233.
5.	Operator certification. Please be advised that Gasco Production Company is considered to be the operator of the above mentioned well. Gasco Production Company agrees to be responsible under the terms and conditions of the lease for the operation conducted upon the leased lands.
6.	Such other site specific information and/or plans as may be required by the authorized officer.



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DRILLING PROGRAM

Page 1

ONSHORE OIL & GAS ORDER NO. 1
Approval of Operations on Onshore
Federal and Indian Oil and Gas Leases

All lease and/or unit operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR 3100), Onshore Oil and Gas Order No. 1, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.

1. <u>ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS</u>

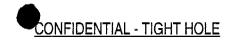
Formation	Depth	Subsea
Wasatch	5,350'	-550'
Mesaverde	9,130'	-4,330'
Castlegate	11,610'	-6,810'
Blackhawk	11,850'	-7,050'
Spring Canyon	12,550'	-7,750'
T.D.	12,850'	-8,050'

2. <u>ESTIMATED DEPTH OF ANTICIPATED WATER, OIL, GAS OR MINERAL FORMATIONS:</u>

Substance	Formation	Depth
Gas	Wasatch	5,700'-9,130'
Gas	Mesaverde	9,130'-11,610'
Gas	Blackhawk	11,850'-12,750'

All fresh water prospectively valuable minerals encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.





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3. PRESSURE CONTROL EQUIPMENT

Gasco Production Company's minimum specifications for pressure control equipment are as follows:

Ram Type: 11" Hydraulic double with annular, 5000 psi w.p.

Ram type preventers and associated equipment shall be tested to approved stack working pressure if isolated by test plug or to 70 percent of internal yield pressure of casing. Pressure shall be maintained for at least 10 minutes or until requirements of test are met, whichever is longer. If a test plug is utilized, no bleed-off pressure is acceptable. For a test not utilizing a test plug, if a decline in pressure of more than 10 percent in 30 minutes occurs, the test shall be considered to have failed. Valve on casing head below test plug shall be open during test of BOP stack.

Annular type preventers (if used) shall be tested to 50 percent of rated working pressure. Pressure shall be maintained at least 10 minutes or until provisions of test are met, whichever is longer.

As a minimum, the above test shall be performed:

- a. when initially installed;
- b. whenever any seal subject to test pressure is broken
- c. following related repairs; and
- d. at 30-day intervals

Valves shall be tested from working pressure side during BOPE tests with all down stream valves open.

When testing the kill line valve(s) the check valve shall be held open or the ball removed.

Annular preventers shall be functionally operated at least weekly.

Pipe and blind rams shall be activated each trip, however, this function need not be performed more than once a day.

A BOPE pit level drill shall be conducted weekly for each drilling crew.

Pressure tests shall apply to all related well control equipment.

All of the above described tests and/or drills shall be recorded in the drilling log.





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DRILLING PROGRAM

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BOP systems shall be consistent with API RP53. Pressure tests will be conducted before drilling out from under casing strings which have been set and cemented in place. Blowout preventer controls will be installed prior to drilling the surface casing plug and will remain in use until the well is completed or abandoned. Preventers will be inspected and operated at least daily to ensure good mechanical working order, and this inspection will be recorded on the daily drilling report. Preventers will be pressure tested before drilling casing cement plugs.

The District Office should be notified, with sufficient lead time, in order to have the BLM representative on location during pressure testing.

- a. The size and rating of the BOP stack is shown on the attached diagram. Although a rig has not been chosen to drill this well, most of the equipment for this depth of hole in the area use a 11", 5000 psi working pressure blowout preventor.
- b. A choke line and a kill line are to be properly installed. The kill line is <u>not</u> to be used as a fill-up line.
- c. The accumulator system shall have a pressure capacity to provide for repeated operation of hydraulic preventers.
- d. Drill string safety valve(s), to fit <u>all</u> tools in the drill string, are to be maintained on the rig floor while drilling operations are in progress.

4. PROPOSED CASING AND CEMENTING PROGRAM:

a. The proposed casing and cementing program shall be conducted as approved to protect and/or isolate all usable water zones, potentially productive zones, lost circulation zones, abnormally pressured zones, and any prospectively valuable deposits of minerals. Any isolating medium other than cement shall receive approval prior to use. The casing setting depth shall be calculated to position the casing seat opposite a competent formation which will contain the maximum pressure to which it will be exposed during normal drilling operations. Determination of casing setting depth shall be based on all relevant factors, including; presence/absence of hydrocarbons; fracture gradients; usable water zones; formation pressures; lost circulation zones; other minerals; or other unusual characteristics. All indications of usable water shall be reported.





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- b. Casing design shall assume formation pressure gradients of 0.44 to 0.50 psi per foot for exploratory wells (lacking better data).
- c. Casing design shall assume fracture gradients from 0.70 to 1.00 psi per foot for exploratory wells (lacking better data)
- d. Casing collars shall have a minimum clearance of 0.422 inches of all sides in the hole/casing annulus, with recognition that variances can be granted for justified exceptions.
- e. All waiting on cement times shall be adequate to achieve a minimum of 500 psi compressive strength at the casing shoe prior to drilling out.
- f. All casing except the conductor casing, shall be new or reconditioned and tested used casing that meets or exceeds API standards for new casing.
- g. The surface casing shall be cemented back to surface either during the primary cement job or by remedial cementing.
- h. All indications of usable water shall be reported to the authorized officer prior to running the next string of casing or before plugging orders are requested, whichever occurs first.
- i. Three centralizers will be run on the bottom three joints of surface casing with a minimum of one centralizer per joint starting with the shoe joint.
- j. Top plugs shall be used to reduce contamination of cement by displacement fluid. A bottom plug or other acceptable technique, such as a suitable preflush fluid, inner string cement method, etc. shall be utilized to help isolate the cement from contamination by the mud fluid being displaced ahead of the cement slurry.
- k. All casing strings below the conductor shall be pressure tested to 0.22 psi per foot of casing string length or 1500 psi, whichever is greater, but not to exceed 70 percent of the minimum internal yield. If pressure declines more than 10 percent in 30 minutes, corrective action shall be taken.





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DRILLING PROGRAM

- I. On all exploratory wells, and on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- m. The proposed casing program will be as follows:

Purpose	Depth	Hole Size	O.D.	Weight	Grade	Туре	New/Used
Conductor	0-200'	17-1/2"	13-3/8"	48#	H-40		New
Surface	0-3,428'	12-1/4"	8-5/8"	32#	J-55	ST&C	New
Production	0-12,850'	7-7/8"	4-1/2"	13.5#	P-110	LT&C	New

- n. Casing design subject to revision based on geologic conditions encountered.
- o. The cement program will be as follows:

Conductor	Type and Amount
TOC @ Surface	200 sx Premium Type 5 mixed @ 15.6 ppg, 1.18 yield
Surface	Type and Amount
TOC @ Surface	Lead: 569 sx Hi-Lift @ 11 ppg, 3.91 yield Tail: 185 sx 10-2 RFC @ 14.2 ppg, 1.63 yield
Production	Type and Amount
TOC @ 2,500 ¹	Lead: 523 sx Hi-Lite @ 11.5 ppg, 3.05 yield Tail: 1296 sx 50:50 Poz @ 14.1 ppg, 1.28 yield

- p. Anticipated cement tops will be reported as to depth; not the expected number of sacks of cement to be used. The District Office should be notified, with sufficient lead time, in order to have a BLM representative on location while running all casing strings and cementing.
- q. After cementing but before commencing any test, the casing string shall stand cemented until the cement has reached a compressive strength of at least 500 psi at the shoe. WOC time shall be recorded in the driller's log.



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r. The following reports shall be filed with the District Manager within 30 days after the work is

- completed. 1.
- Progress reports, Form 3160-5 (formerly 9-331) "Sundry Notices and Reports on Wells", must include complete information concerning:
 - a. Setting of each string of casing, showing the size, grade, weight of casing set, hole size, setting depth, amounts and type of cement used, whether cement circulated or the top of the cement behind the casing, depth of cementing tools used, casing test method and results, and the date work was done. Show the spud date on the first reports submitted.
 - b. Temperature or bond logs must be submitted for each well where the casing cement was not circulated to the surface.
- Auxiliary equipment to be used is as follows: S.
 - 1. Kelly cock
 - 2. No bit float is deemed necessary.
 - 3. A sub with a full opening valve.

5. **MUD PROGRAM**

The proposed circulating mediums to be employed in drilling are as follows: a.

Interval	Mud Type	Mud Wt.	Visc.	F/L	PH
0' - 200'	Fresh Water	8.33	1		7
200' - 3,428'	Fresh Water	8.33	1		7-8
3,428' - TD	Fresh Water/DAP	9.0-11.5	30-40	12-20	8

There will be sufficient mud on location to control a blowout should one occur.

A mud test shall be performed every 24 hours after mudding up to determine, as applicable density, viscosity, gel strength, static filtration loss, and Ph.



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- b. Mud monitoring equipment to be used is as follows:
 - 1. Periodic checks will be made each tour of the mud system. The mud level will be checked visually.
- c. No chromate additives will be used in the mud system on Federal and/or Indian lands without prior BLM approval to ensure adequate protection of fresh water aquifers.
- d. No chemicals subject to reporting under SARA Title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.
- e. The use of materials under BLM jurisdiction will conform to 43 CFR 3610.2-3.

6. EVALUATION PROGRAM

The anticipated type and amount of testing, logging and coring are as follows:

a. No drill stem tests are anticipated, however, if DST's are run, the following requirements will be adhered to:

Initial opening of drill stem test tools shall be restricted to daylight hours unless specific approval to start during other hours is obtained from the authorized officer. However, DST's may be allowed to continue at night if the test was initiated during daylight hours and the rate of flow is stabilized and if adequate lighting is available (i.e. lighting which is adequate for visibility and vapor-proof for safe operations). Packers can be released, but tripping shall not begin before daylight, unless prior approval is obtained from the authorized officer. Closed chamber DSTs may be accomplished day or night.

A DST that flows to the surface with evidence of hydrocarbons shall be either reversed out of the testing string under controlled surface conditions. This would involve provided some means for reverse circulation.

Separation equipment required for the anticipated recovery shall be properly installed before a test starts.





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All engines within 100 feet of the wellbore that are required to "run" during the test shall have spark arresters or water cooled exhausts.

- b. The logging program will consist of a Schlumberger Platform Express (or equivalent) to be run from base of surface casing to TD.
- c. No cores are anticipated.
- d. Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164. Two copies of all logs, core descriptions, core analyses, well-test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with form 3160-4. Samples (cutting, fluids, and/or gases0 will be submitted when requested by the authorized officer (AO).
- e. The anticipated completion program is as follows: Perform multistage fracs and complete all productive Blackhawk, Mesaverde and Wasatch sands present in wellbore. Produce all zones commingled.
- f. Daily drilling and completion progress reports shall be submitted to the BLM in Vernal on a weekly basis.

7. ABNORMAL TEMPERATURES OR PRESSURES

- a. The expected bottom hole pressure is 7196 psi. The maximum bottom hole temperature anticipated is 218 degrees F.
- b. No hydrogen sulfide gas is anticipated. Abnormal pressures will be controlled with mud weight and 5000# BOP and rotating head.

8. ANTICIPATED STARTING DATES AND NOTIFICATION OF OPERATIONS

- a. Drilling is planned to commence on upon approval of this application.
- b. It is anticipated that the drilling of this well will take approximately 35 days.





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- c. The BLM in Vernal, Utah shall be notified of the anticipated date of location construction commencement and of anticipated spud date.
- d. No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the AO. If operations are to be suspended, prior approval of the AO will be obtained and notification given before resumption of operations.
- e. The spud date will be reported orally to the AO within 48 hours after spudding. If the spudding occurs on a weekend or holiday, the report will be submitted on the following regular work day. The oral report will be followed up with a Sundry Notice.
- f. In accordance with Onshore Oil and Gas Order No. 1, this well will be reported on Form 3160-6 "Monthly Report of Operations", starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report will be filed with the Vernal BLM District Office, 170 South 500 East, Vernal, UT 84078.
- g. <u>Immediate Report:</u> Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the requirements of NTL-3A or its revision.
- h. If a replacement rig is contemplated for completion operations, a "Sundry Notice" Form 3160-5 to that effect will be filed, for prior approval of the AO, and all conditions of this approved plan are applicable during all operations conducted with the replacement rig.
- Should the well be successfully completed for production, the AO will be notified when the
 well is placed in a producing status. Such notification will be sent by telegram or other written
 communications, not later than 5 days following the date on which the well is placed on
 production.
- j. Pursuant to Onshore Order No. 7, with the approval of the District Engineer, produced water may be temporarily disposed of into unlined pits for a period of up to 90 days. During the period so authorized, an application for approval of the permanent disposal method, along with the required water analysis and other information, must be submitted to the District Engineer.
- k. Pursuant to NTL-4A, lessees or operators are authorized to vent/flare gas during initial well evaluation tests, not exceeding a period of 30 days or the production of 50 MMCF of gas,





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whichever occurs first. An application must be filed with the District Engineer and approval received, for any venting/flaring of gas beyond the initial 30 day or authorized test period.

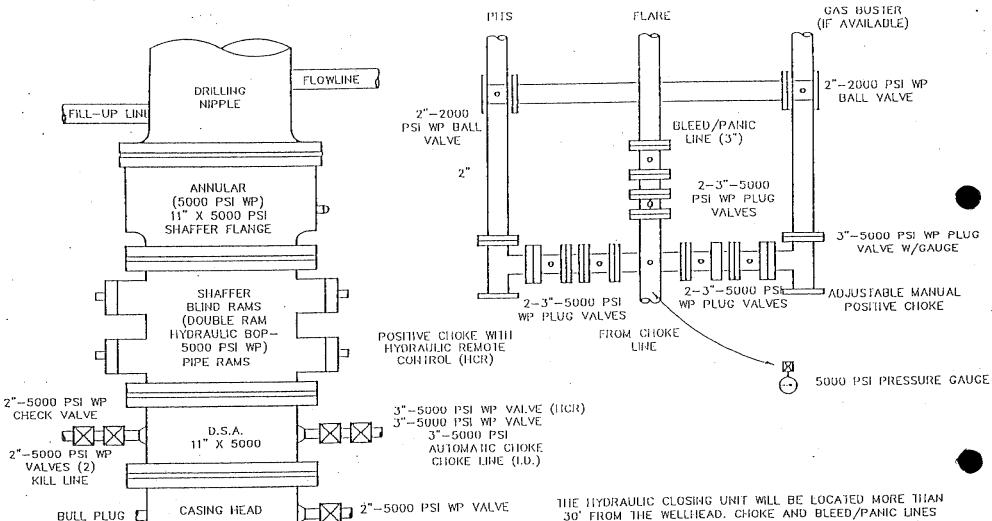
- I. A schematic facilities diagram as required by 43 CFR 3162.7-5 (b.9.d.), shall be submitted to the appropriate District Office within sixty (60) days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-5 (b.4.).
- m. A first production conference will be scheduled within 15 days after receipt of the first production notice.
- n. No well abandonment operations will be commenced without the prior approval of the AO. In the case of newly drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the SO. A "Subsequent Report of Abandonment" Form 3160-5, will be filed with the AO within 30 days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the AO or his representative, or the appropriate Surface Managing Agency.
- o. Pursuant to Onshore Oil and Gas Order No. 1, lessees and operators have the responsibility to see that their exploration, development, production, and construction operations are conducted in a manner which conforms with applicable Federal laws and regulations and with State and local laws and regulations to the extent that such State and local laws are applicable to operations on Federal or Indian lands.

	Bureau of Land Management 170 South 500 East Vernal, Utah 84078	
Phone: 435/781-4400 Fax: 435/781-4410 After Hours:		
Matt Baker	Petroleum Engineer	435/828-4470
Michael Lee	Petroleum Engineer	435/828-7875

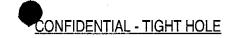


SURFACE

CASING



THE HYDRAULIC CLOSING UNIT WILL BE LOCATED MORE THAN 30' FROM THE WELLHEAD. CHOKE AND BLEED/PANIC LINES WILL GO TO THE PIT AND FLARE. ALL CONNECTIONS IN CHOKE LINES AND MANIFOLD WILL BE FLANGED OR WELDED. ALL FLANGES SHOULD BE RING JOINT GASKET TYPE. ALL TURNS IN LINES SHALL BE CONSTRUCTED USING TARGETING 90" TEES OR ELLS. ALL LINES SHALL BE ANCHORED.



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SURFACE USE PLAN

Page 1

ONSHORE OIL & GAS ORDER NO. 1 NOTIFICATION REQUIREMENTS

Location Construction -

forty-eight (48) hours prior to construction of location and access roads.

Location Completion -

prior to moving on the drilling rig.

Spud Notice

Cementing

at least twenty-four (24) hours prior to spudding the well.

Casing String and

twenty-four (24) hours prior to running casing and

cementing all casing strings.

BOP and Related

Equipment Tests

twenty-four (24) hours prior to initiating pressure tests.

First Production -

Notice

within five (5) business days after new well begins or

production resumes after well has been off production for more than

ninety (90) days.

The onsite inspection for the subject well site was conducted on Monday, June 26, 2006 at approximately 3:38 p.m. Weather conditions were warm, clear and breezy. In attendance at the onsite inspection were the following individuals:

Chris Carusona

Natural Resource Specialist Bureau of Land Management

Brandon McDonald

Wildlife Biologist Geology & Paleo

Bureau of Land Management

Marilyn Wegweiser

Field Assistant

Bureau of Land Management Permitco Inc.

Randy Smith Shawn Elworthy

Field Supervisor

Gasco Production Company

Jesse Walton

Surveyor Uintah Engineering and Land Surveying

1. **EXISTING ROADS**

a. The proposed well site is located approximately 26.5 miles southeast of Myton, Utah.



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SURFACE USE PLAN Page 2

b. Directions to the location from Myton, Utah are as follows:

Proceed southwesterly on Highway 40 for 1.5 miles. Turn left and proceed southeasterly for approximately 11 miles to the Castle Peak Mine. Turn left and proceed east for approximately 13.1 miles on the 8 mile flat road. Turn right and proceed easterly 6.4 miles. Turn left and proceed northerly 0.6 miles. Turn left onto the proposed access and proceed northwesterly 0.3 miles until reaching the proposed location.

- c. For location of access roads within a 2-Mile radius, see Maps A & B.
- d. Improvement to existing main roads will not be required.
- e. All existing roads will be maintained and kept in good repair during all drilling and completion operations associated with this well.
- f. Existing roads and newly constructed roads on surface under the jurisdiction of any Surface Managing Agency shall be maintained in accordance with the standards of the SMA.

2. PLANNED ACCESS ROADS

- a. There will be approximately 0.3 miles of new construction.
- b. The maximum grade of the new construction will be approximately 5%.
- c. A low water crossing will be constructed across the drainage approximately ½ way up the new access road. No culverts will be necessary.
- d. The last 0.3 miles of new access road was centerline flagged at the time of staking.
- e. The use of surfacing material is not anticipated, however it may be necessary depending on weather conditions.
- f. No cattle guards will be necessary.
- g. Surface disturbance and vehicular travel will be limited to the approved location and approved access route. Any additional area needed will be approved in advance.





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- h. Access roads and surface disturbing activities will conform to standards outlined in the Bureau of Land Management and Forest Service publication: <u>Surface Operating</u>
 <u>Standards for Oil and Gas Exploration</u> and Development, (1989).
- i. The road will be constructed/upgraded to meet the standards of the anticipated traffic flow and all weather road requirements. Construction/upgrading shall include ditching, draining, graveling, crowing and capping the roadbed as necessary to provide a well constructed safe road. Prior to upgrading, the road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 30 foot right-of-way will not be allowed. Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing nor shall the drainages be blocked by the roadbed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided.
- j. No chemicals subject to reporting under SARA Title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.
- k. Road right of way is requested for the off-lease portion of access road located in Section 29, T9S R19E. Please notify us once a category determination has been so that we can send the necessary filing fees.

3. LOCATION OF EXISTING WELLS WITHIN A 1-MILE RADIUS OF THE PROPOSED LOCATION. (See Map "C")

- Water wells none
- b. Injection wells none
- c. Producing wells eight
- d. Drilling wells none
- e. Shut-in wells none
- f. Temporarily abandoned wells none
- g. Disposal wells -none



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h. Abandoned wells - two

i. Dry Holes - none

4. LOCATION OF TANK BATTERIES AND PRODUCTION FACILITIES.

- a. All permanent structures (onsite for six months or longer) constructed or installed (including oil well pump jacks) will be painted Carlsbad Canyon. All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded.
- b. If storage facilities/tank batteries are constructed on this lease, the facility/battery or the well pad shall surrounded by a containment dike of sufficient capacity to contain at a minimum, the entire contents of the largest tank within the facility/battery, unless more stringent protective requirements are deemed necessary by the authorized officer.
- c. If the well is productive, a production facility layout will be submitted via sundry.
- d. All loading lines will be placed inside the berm surrounding the tank battery.
- e. Gas meter runs for each well will be located within 500 feet of the wellhead. The gas flow line will be buried or anchored down from the wellhead to the separator. Meter runs will be housed and/or fenced.
- f. The oil and gas measurement facilities will be installed on the well location. The oil and gas meters will be calibrated in place prior to any deliveries. Tests for meter accuracy will be conducted monthly for the first three months on new meter installations and at least quarterly thereafter. The AO will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the Vernal Field Office. All meter measurement facilities will conform with Onshore Oil and Gas Order No. 4 for liquid hydrocarbons and Onshore Oil and Gas Order No. 5 for natural gas measurement.
- g. If at any time the facilities located on public land and authorized by the terms of the lease are no longer included in the lease (due to a contraction in the unit or other lease or unit boundary change), BLM will process a change in authorization to the appropriate statute. The authorization will be subject to appropriate rental or other financial obligation as determined by the authorized officer.



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- h. Any necessary pits will be properly fenced to prevent any wildlife entry.
- i. All site security guidelines identified in 43 CFR 3162.7 regulations will be adhered to.
- j. All off-lease storage, off-lease measurement, or commingling on-lease or off-lease will have prior written approval from the District Manager.
- k. All access roads will be maintained as necessary to prevent erosion and accommodate year-round traffic.
- I. The road will be maintained in a safe useable condition.
- m. Produced water will be stored in a 300 bbl heated, insulated tank, then hauled to a commercial disposal site such as Disposal Inc., or Brennan Bottom.
- n. Pipelines will follow the route shown on Map D. See Pipeline detail attached. Pipeline ROW is requested for the off-lease portion in Section 29, T9S R19E. Please notify us once a category determination has been made so that we can send the necessary filing fees.

5. LOCATION AND TYPE OF WATER SUPPLY

- a. The proposed water source will be the Nebecker Water Service at the Nebecker Water Station in Myton, permit #43-1721.
- b. Water will be hauled by Nebecker Water Service to the location over the access roads shown on Maps A and B.
- c. No water well will be drilled on this lease.

6. SOURCE OF CONSTRUCTION MATERIAL

- Surface and subsoil materials in the immediate area will be utilized.
- b. Any gravel used will be obtained from a commercial source.
- c. The use of materials under BLM jurisdiction will conform with 43 CFR 3610.2.3. Construction material will not be located on lease.
- d. No construction materials will be removed from Federal land.





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7. METHODS OF HANDLING WASTE DISPOSAL

- a. The reserve pit will be constructed so as not to leak, break, or allow discharge.
- b. At the request of the BLM, the reserve pit will be lined with a 12 mil liner. If fractured rock is encountered, the pit will be first lined with sufficient bedding (either straw or dirt) to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash, scrap pipe, etc., that could puncture the liner will be disposed of in the pit. More stringent protective requirements may be deemed necessary by the A.O.
- c. Burning will not be allowed. All trash will be contained in a trash cage and its contents removed at the end of drilling operations and hauled to an approved disposal sight.
- d. After first production, produced waste water will be confined to a unlined pit or storage tank for a period not to exceed ninety (90) days. During the 90-day period, in accordance with Onshore Order No. 7, an application for approval of a permanent disposal method and location, along with the required water analysis, will be submitted for the AO's approval. Failure to file an application within the time allowed will be considered an incident of noncompliance.
- e. Drill cuttings are to be contained and buried in the reserve pit.
- f. Any salts and/or chemicals which are an integral part of the drilling system will be disposed of in the same manner as the drilling fluid.
- g. A chemical porta-toilet will be furnished with the drilling rig.
- h. The produced fluids will be produced into a test tank until such time as construction of production facilities is completed. Any spills of oil, gas salt water or other produced fluids will be cleaned up and removed.

8. ANCILLARY FACILITIES

There are no airstrips, camps, or other facilities planned during the drilling of the proposed well.



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9. WELL SITE LAYOUT

- a. The operator or his/her contractor shall contact the BLM Office at 435/781-4400 forty-eight (48) hours prior to construction activities.
- b. The reserve pit will be located on the northwest side of the location.
- c. The flare pit will be located on the east side of the reserve pit, a minimum of 100 feet from the well head and 20 feet from the reserve pit fence.
- d. The stockpiled topsoil (first six inches) will be stored on the southeast side of the location, between corners 1 and 9 near the wellpad. Topsoil along the access route will be wind rowed on the uphill side.
- e. Access to the well pad will be from the east as shown on the Pit & Pad Layout.
- f. See Location Layout for orientation of rig, cross section of drill pad and cuts and fills.
- g. The location of mud tanks; reserve pit, trash cage; pipe racks; living facilities and soil stockpiles will be shown on the Location Layout.
- h. All pits will be fenced according to the following minimum standards:
 - 1. 39 inch net wire shall be used with at least one strand or barbed wire on top of the net wire (barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence).
 - 2. The net wire shall be no more than 2-inches above the ground. The barbed wire shall be 3-inches above the net wire. Total height of the fence shall be at least 42-inches.
 - 3. Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.
 - 4. Standard steel, wood, or pipe posts shall be used between the corner braces.

 Maximum distance between any two posts shall be no greater than 16 feet.
 - 5. All wire shall be stretched, by using a stretching device, before it is attached to the corner posts.



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i. The reserve pit fencing will be on three sides during drilling operations and on the fourth side when the rig moves off the location. Pits will be fenced and maintained until cleanup.

10. PLANS FOR RESTORATION OF SURFACE

Producing Location

- a. Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, materials, trash and junk not required for production.
- b. Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with 43 CFR 3162.7-1.
- c. If a plastic nylon reinforced liner is used it shall be torn and perforated before backfilling of the reserve pit.
- d. The reserve pit and that portion of the location not needed for production facilities or operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 120 days from the date of well completion. Before any dirt work takes place, the reserve pit must have all fluids and hydrocarbons removed and all cans, barrels, pipe, etc., will be removed.
- e. Reclamation of unused disturbed areas on the well pad/access road no longer needed for operations, such as cut slopes, and fill areas will be accomplished by grading, leveling and seeding as recommended by the Authorized Officer. A seed mixture will be specified by the Bureau of Land Management in their Conditions of Approval for the subject well.

Seeding will be performed immediately after the location has been reclaimed and the pit has been backfilled, regardless of the time of year. Seed will be broadcast and walked in with a dozer.

- f. The topsoil stockpile will be seeded as soon as the location has been constructed with the same recommended seed mix. The seed will be walked in with a cat.
- g. The BLM has requested the following seed mix:

Species	#/s PLS/ Acre
Galletta	6
Western Wheatgrass	6
Total	12



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Dry Hole

h. At such time as the well is plugged and abandoned, the operator shall submit a subsequent report of abandonment and BLM will attach the appropriate surface rehabilitation conditions of approval.

Interim Surface Reclamation will be as follows:

- 1. Immediately after final well completion, the location and surrounding area will be cleared of all unused tubing, materials, trash, and debris not required for production operations.
- 2. Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in the reserve pit will be removed. Other waste and spoil materials will be disposed of immediately, weather permitting, upon final well completion.
- If a synthetic, nylon re-enforced, liner is used, the excess liner will be cut off and removed and the remaining liner will be torn and perforated while backfilling the reserve pit.

 Alternatively, the pit will be pumped dry, the liner folded into the pit, and the pit backfilled. The liner will be buried to a minimum of four (4) feet deep.
- 4. The reserve pit will be reclaimed within 180 days from the date of final well completion, weather permitting.
- 5. The reserve pit and that portion of the location not needed for production and storage facilities, and everyday production operations, will be reshaped to the approximate original contours to the extent possible. This will be completed by backfilling and crowning the pit to prevent water from standing. Topsoil will be re-spread up to the rig anchor points, excluding the area needed for production and storage facilities and everyday production operations. Re-seeding, using appropriate reclamation methods, will occur immediately following the re-spreading of topsoil, weather permitting. The Authorized Officer will provide a seed mixture to re-vegetate the reserve pit and other unused disturbed areas at the time of the onsite.

11. SURFACE OWNERSHIP

Access Roads - The majority of the access roads are maintained by the County Road Department or the Bureau of Land Management.

Well pad - The well pad is located on lands managed by the BLM.



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12. OTHER INFORMATION

- a. A Class III archeological survey was previously conducted by SWCA August, 2005.
- b. A Special Status Plant Species report was done by SWCA and is attached.
- c. The operator is responsible for informing all persons in the areas who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator is to immediately stop work that might further disturb such materials, and contact the authorized officer (AO). Within five working days the AO will inform the operator as to:
 - -whether the materials appear eligible for the National Register of Historic Places:
 - -the mitigation measures the operator will likely have to undertake before the site can be used (assuming in situ preservation is not necessary); and
 - -a time frame for the AO to complete and expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate. If the operator wishes, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the AO will assume responsibility for whatever recordation and stabilization of the exposed materials may be required. Otherwise, the operator will be responsible for mitigation costs. The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the AO that required mitigation has been completed, the operator will then be allowed to resume construction.
- d. The operator will control noxious weeds along rights-of-way for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds may be obtained from the BLM, or the appropriate County Extension Office. On BLM administered land it is required that a Pesticide Use Proposal shall be submitted, and given approval, prior to the application of herbicides or other pesticides or possible hazardous chemicals.
- e. Drilling rigs and/or equipment used during drilling operations on this wellsite will not be stacked or stored on Federal Lands after the conclusion of drilling operations or at any other time without BLM authorization. However, if BLM authorization is obtained, it is only a temporary measure.





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- f. All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.
- g. A complete copy of the approved APD shall be on location during construction of the location and drilling activities.
- h. There will be no deviation from the proposed drilling and/or work over program without prior approval from the AO. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended or abandoned will be identified in accordance with 43 CFR 3162.
- i. "Sundry Notice and Report on Wells" (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.
- j. This permit will be valid for a period of one year from the date of approval. An extension period may be granted, if requested, prior to the expiration of the original approval period. After permit termination, a new application will be filed for approval for any future operations.
- k. The operator or his contractor shall contact the BLM Offices at 435/781-4400 48 hours prior to construction activities.
- 1. The BLM Office shall be notified upon site completion prior to moving on the drilling rig.

13. LESSEE'S OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION

Permit Matters

PERMITCO INC.

14421 County Road 10 Ft. Lupton, CO 80621 303/857-9999 (O) 303/857-0577 (F) Lisa Smith **Drilling & Completion Matters**

Gasco Production Company

8 Inverness Drive East, Suite 100 Englewood, CO 80112 John Longwell 303/483-0044 (O) 303/ 483-0011(F)

Shawn Elworthy - Field Superintendent Roosevelt, UT 435-823-4272 (cell)





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CERTIFICATION

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be performed by Gasco Production Company and its contractors and subcontractors in conformity with the plan and the terms and conditions under which it is approved.

This statement is subject to the provisions of 18.U.S.C. 1001 for the filing of a false statement.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

A complete copy of the approved APD and ROW grant, if applicable, shall be on location during construction of the location and drilling activities.

The operator or his/her contractor shall contact the BLM office at 435/781-4400 forty-eight (48) hours prior to construction activities.

The BLM Office shall be notified upon site completion prior to moving on the drilling rig.

Julv 12, 2006

Date:

Venessa Langmacher PERMITCO INC.

Authorized Agent for:

Gasco Production Company



PIPELINE INFORMATION Federal #14-20-9-19

- 1. The type of pipeline is a single well flow line.
- 2. The outside diameter (O.D.) of all will be 8 inches maximum.
- 3. The anticipated production through the line is approximately 2000 MCF per day.
- 4. The anticipated maximum test pressure is 1000 psi.
- 5. The anticipated operating pressure is 100-200 psi.
- 6. The type of pipe is steel.
- 7. The method of coupling is welded.
- 8. The pipeline will be laid on surface because of the extremely rocky surface.
- 9. There are no other pipelines to be associated in same right of way.
- 10. There will be other objects to be associated in the same right of way. (Risers, Pig Launchers Pig Traps, meters and other appurtenances as required.)
- 11. The total length of pipeline is approximately 1,383 feet see Map D. Approximately 400' of line is located off-lease in Section 29, T9S R19E.
- 12. The line will be laid on surface as shown on Map D. Where possible, the pipeline will follow existing or proposed roads.
- 13. The construction width for total surface disturbing activities is 30 feet.
- 14. The estimated total acreage involving all surface disturbing activities is 0.95 acres.
- 15. Any surface disturbance created as a result of the pipeline construction will be reclaimed utilizing the reclamation procedures and seed mixture specified by the Bureau of Land Management.
- 16. The line will be tested with gas pressure to 1000 psi.



GASCO PRODUCTION COMPANY

FEDERAL #14-20-9-19 LOCATED IN UINTAH COUNTY, UTAH

SECTION 20, T9S, R19E, S.L.B.&M.



PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: SOUTHEASTERLY

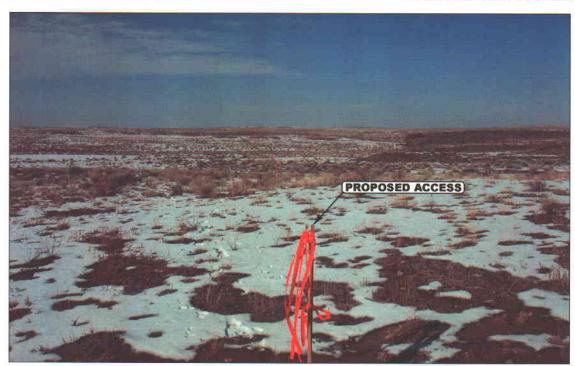


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: NORTHEASTERLY



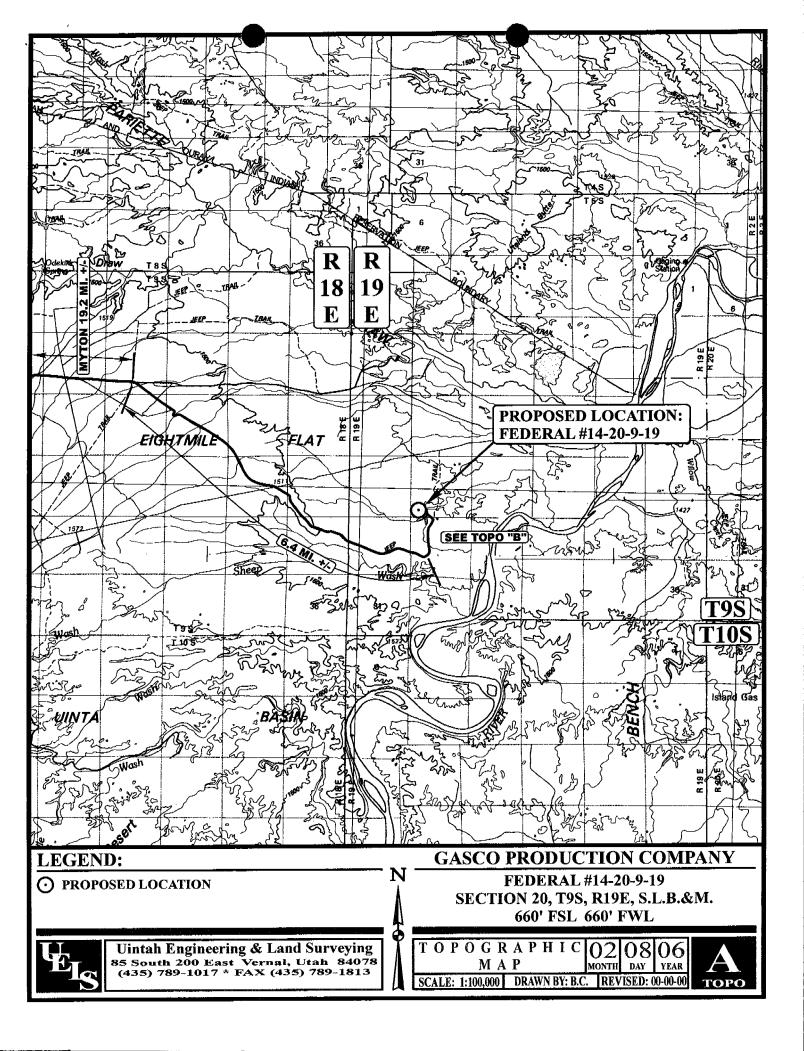
Uintah Engineering & Land Surveying

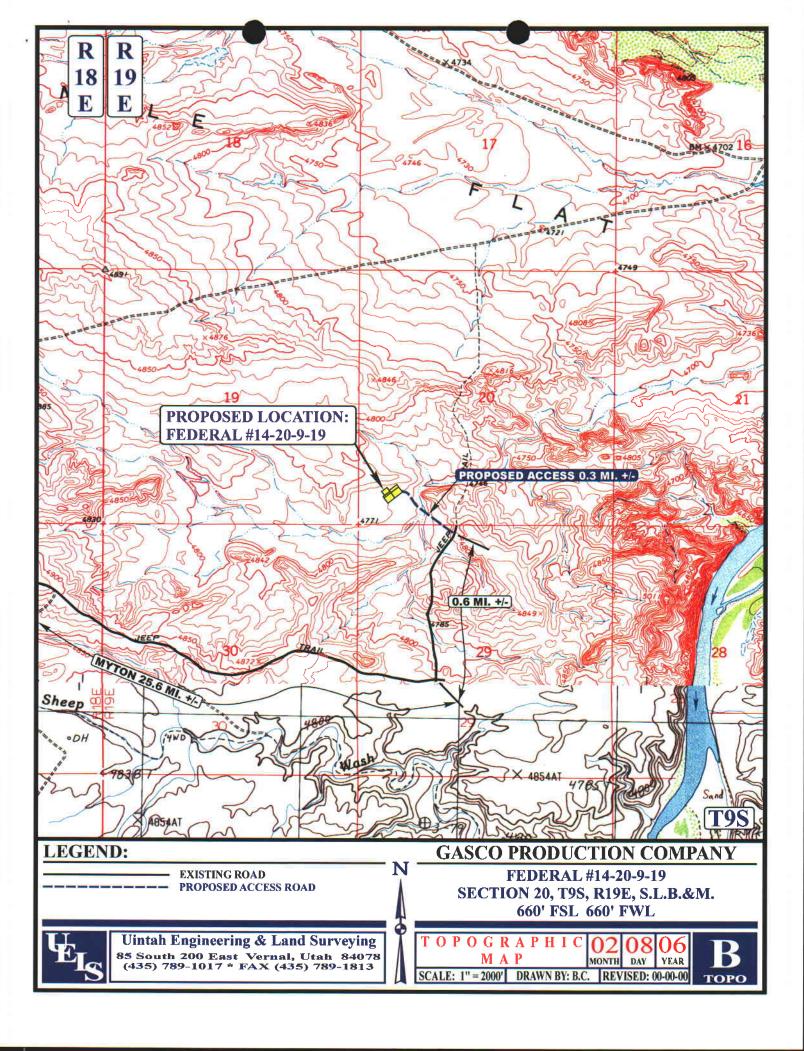
85 South 200 East Vernal, Utah 84078 435-789-1017 vels@uelsinc.com

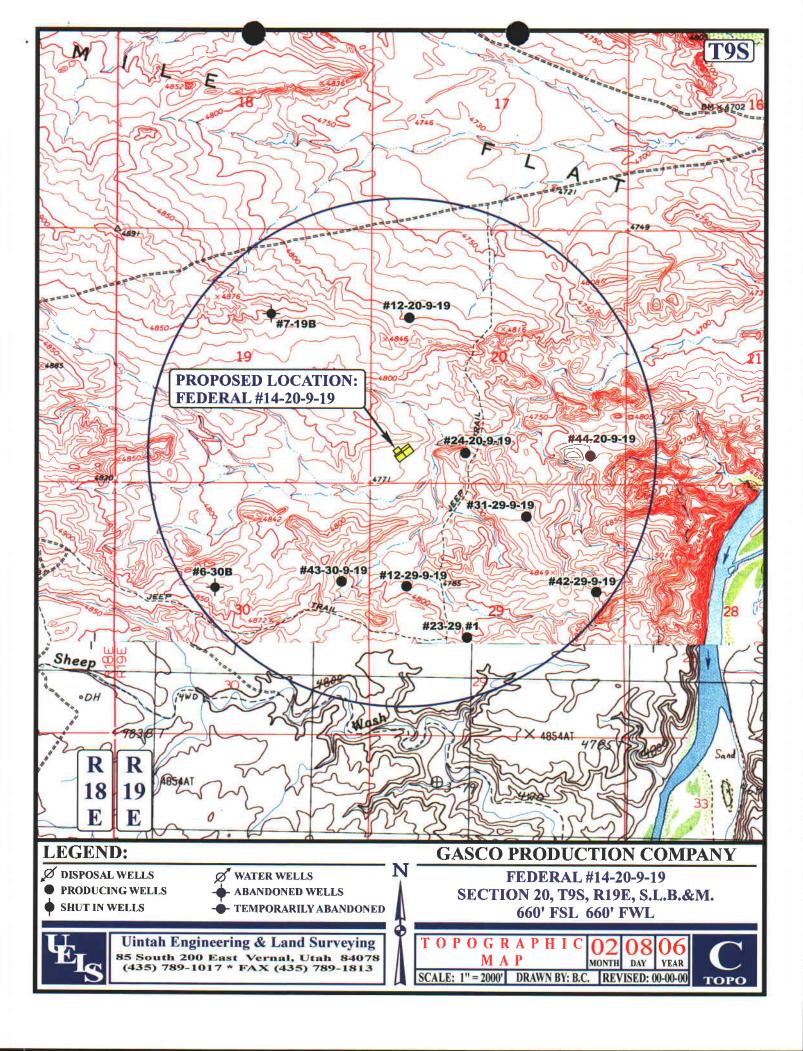
LOCATION PHOTOS

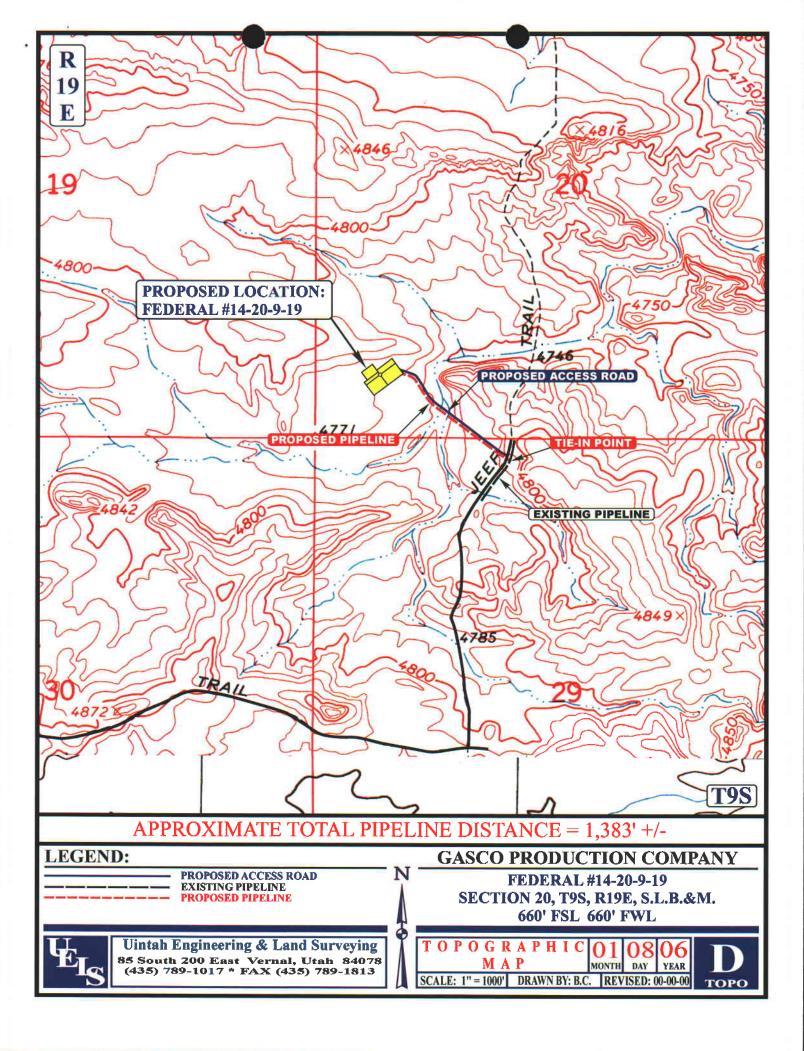
MONTH DAY TAKEN BY: J.W. | DRAWN BY: B.C. | REVISED: 00-00-00

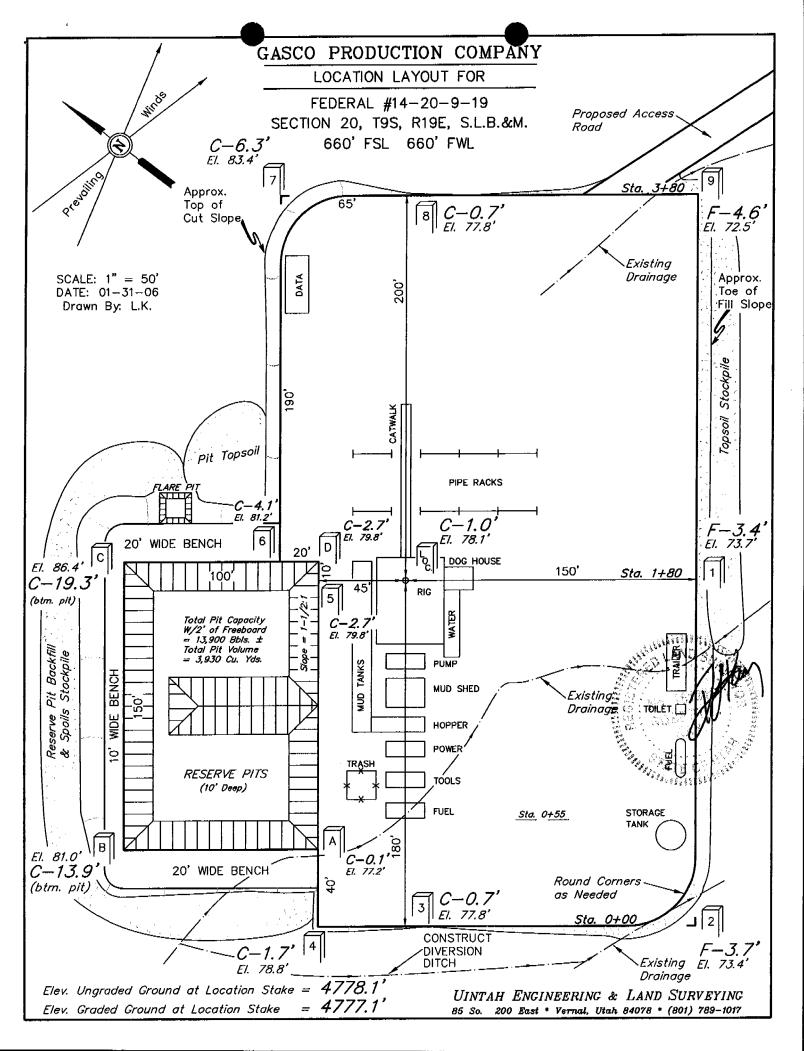
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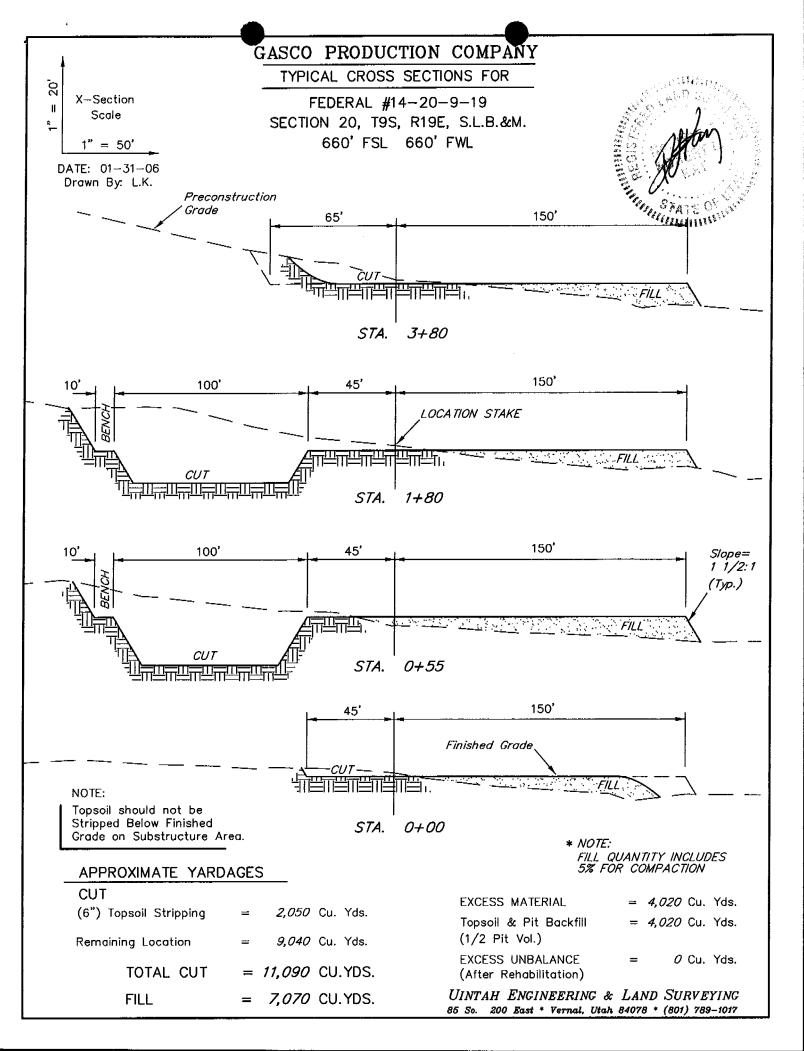












FEDERAL STIPULATIONS AND TIMING RESTRICTIONS

There are no federal stipulations that pertain to this lease.



<u>Archeology</u>

A Class III Archeological Survey was previously conducted by SWCA August, 2005.



SPECIAL STATUS PLANT SPECIES REPORT

GASCO PRODUCTION COMPANY WELL LOCATIONS, ACCESS ROADS, PIPELINES

Federal 23-20-9-19

PROPOSED PROJECT:

Gasco proposes to drill wells 14 and 23 in Section 20, Township 9 South and Range 19 East, in Uintah County, Utah (See attached map). Approximately 1,500 feet of new road would be constructed to access the proposed wells. If the wells go into production, approximately 1,500 feet of gas lines would be laid along the proposed access roads. If dry, the wells would be plugged and abandoned as per BLM and State of Utah requirements.

SITE DESCRIPTION:

The proposed project is underlain by sedimentary deposits of the Uinta Formation of Late Middle Eocene age at approximately 4,800 feet in elevation. The vegetation in the project area is a desert shrub community consisting of shadscale saltbush, winterfat, Mormon tea, Gardner's saltbush, mat saltbush, four-winged saltbush, rabbitbrush, and greasewood. The understory is sparse and includes Indian ricegrass, galleta, scarlet globemallow, bud sagebrush, spring parsley, and textile onion. Halogeton can be found in small amounts within the native vegetation. Several species of invasive and non-native plants (Russian thistle, cheatgrass and halogeton) occur within the project area. For a complete list of common plants associated with the desert shrub community in the project area see Appendix B.

Soils in the project area are silty and sandy clay loam with some surface rocks. The topography is hilly with slopes ranging from 5-15 percent. The proposed wells are located approximately 1-1.5 miles northwest of the Green River.

SURVEY METHODOLOGY:

The U.S. Fish and Wildlife Service list of threatened and endangered species for Uintah County, past survey reports and environmental documents, existing soils data, geology, elevations, and vegetation types were reviewed to determine which federally listed threatened, endangered and candidate plant species, and Utah/BLM sensitive species have the potential to occur in the project area. In-house Geographic Information System layers were examined for known locations of and suitable habitat for special status plant species within the project area. Uinta Basin hookless cactus (Sclerocactus glaucus) is the only special status plant species that has potential to occur in the project area (Appendix A).

PRESENCE/ABSENCE SURVEY:

A qualified biologist conducted a survey for the presence/absence of Uinta Basin hookless cactus at each of the proposed well locations, access roads, and pipelines on April 10 and 14, 2006. Each proposed well location, access road and pipeline was walked at 5-foot intervals to detect the presence/absence of this species.

Federal 14-20-9-19 – Approximately 15 percent of the total area or 0.7 acres of suitable habitat for the Uinta Basin hookless cactus occurs at the well location site. Habitat is typical for that of the Uintah Basin hookless cactus, sandy loam soils with surface rocks on river terraces. The well location was not moved to avoid suitable habitat due to topographic constraints. No individual cacti were found during a presence/absence survey of the project site.

Federal 23-20-9-19 - Approximately 10 percent of the total area or 0.2 acres of suitable habitat for the Uinta Basin hookless cactus occurs along the proposed access road and at the proposed well location site. Habitat is typical for that of the Uintah Basin hookless cactus, sandy loam soils with surface rocks on river terraces. The well location and access road were not moved to avoid suitable habitat due to topographic constraints. No individual cacti were found during a presence/absence survey of the project site.

DETERMINATIONS AND RECOMMENDATIONS:

Based on a review of existing data and the results of the site-specific survey, it is my professional opinion that construction of the proposed well sites, and associated access roads and pipelines may affect but is not likely to adversely affect the Uinta Basin hookless cactus. Individuals of Uinta Basin hookless cactus are not located within the area of proposed surface disturbance.

Brian C. O'Hearn	Date
Environmental Scientist/Ecologist	

Species	Status	Habitat	Potential for and/or Occurrence
Arabis vivariensis Park rock cress	Sensitive	Webber Formation sandstone and limestone outcrops in mixed desert shrub and pinyon-juniper communities. 5000-6000ft.	None - No suitable habitat. Formations and associated soils do not occur in the project area.
Astragalus equisolensis Horseshoe milkvetch	Candidate	Duchesne River Formation soils in sagebrush, shadscale, horse brush and mixed desert shrub communities.4790-5185ft.	None - No suitable habitat. Formations and associated soils do not occur in the project area.
Astragalus hamiltonii Hamilton milkvetch	Sensitive	Duchesne, Mowery shale, Dakota and Wasatch Formation soils in pinyon- juniper and desert shrub communities. 5240-5800ft	None - No suitable habitat. Formations and associated soils do not occur in the project area.
Cirsium ownbeyi Ownbey thistle	Sensitive	East flank Uinta Mountains. Sagebrush, juniper and riparian communities. 5500-6200ft.	None - No suitable habitat. Formations and associated soils do not occur in the project area. Out of range.
Habenaria zothecina Alcove bog-orchard	Sensitive	Moist stream banks, seeps, hanging gardens in mixed- desert shrub, pinyon juniper, and oak brush (4,360-8,690 feet).	None - Soils and associated riparian areas are not present in project areas.
Hymenoxys lapidicola Rock hymenoxis	Sensitive	Rock crevices in pinyon- juniper. Uintah County endemic (6,000-8,000 feet).	None - No suitable habitat. Formations and associated soils do not occur in the project area
Lepidium huberi Huber's pepperplant	Sensitive	Rock crevices, eroding parent material and alluvial soils of the Moenkopi, Navajo, Chinle and Formations in the Uintah and Green River Formation in the Bookcliffs. 5600-8000 ft.	None - No suitable habitat. Formations and associated soils do not occur in the project area
Penstemon acaulis stemless penstemon	Sensitive	Daggett County. Semi- barren substrates in pinyon- juniper and sagebrush-grass communities. 5840-7285 ft.	None - No suitable habitat. Formations and associated soils do not occur in the project area

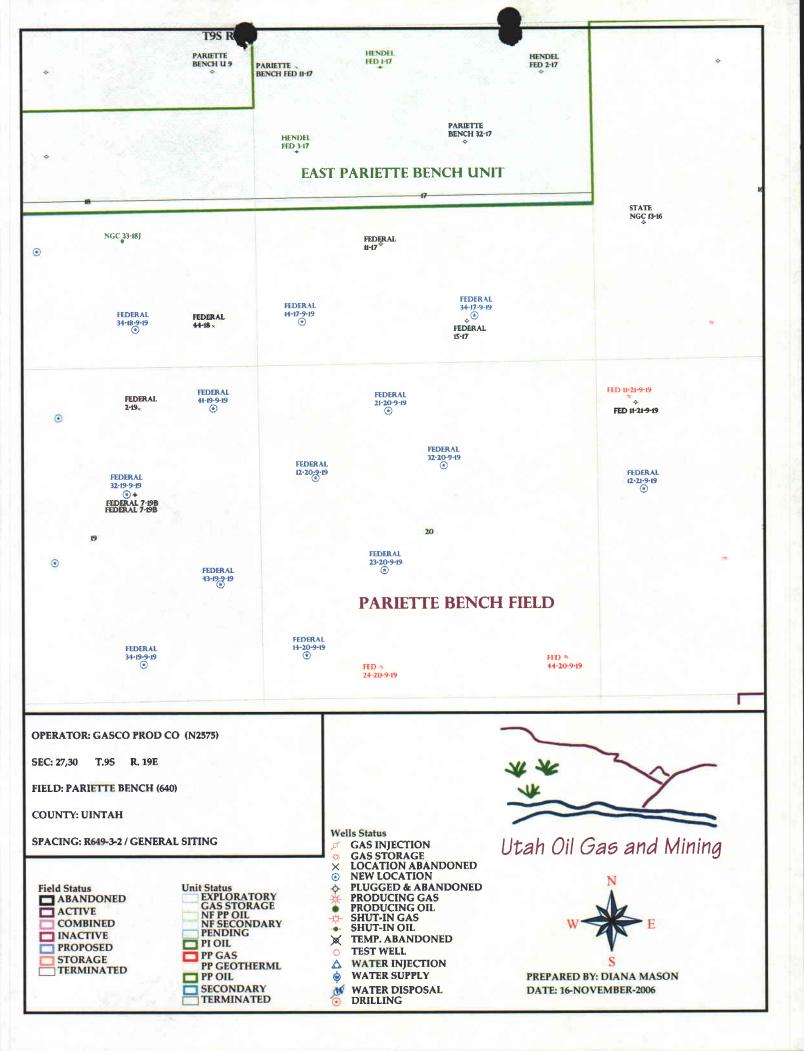
Species	Status	Habitat	Potential for and/or Occurrence
Penstemon gibbensii Gibbens penstemon	Sensitive	Brown's Park in Daggett County. Sandy and shale (Green River Shale) bluffs and slopes with juniper, thistle, Eriogonum, Elymus, serviceberry, rabbit brush & Thermopsis 5500-6400 ft.	None - None - No suitable habitat. Formations and associated soils do not occur in the project area. Out of Range.
Penstemon goodrichii Goodrich penstemon	Sensitive	Lapoint-Tridell-Whiterocks area. Duchesne River Formation on blue gray to reddish bands of clay badlands. Elevations 5590 to 6215 ft.	None - No suitable habitat. Formations and associated soils do not occur in the project area.
Penstemon grahamii Graham beardtongue	Candidate	East Duchesne and Uintah Counties. Evacuation Creek and Lower Parachute Member of the Green River Formation. Shale knolls in sparsely vegetated desert shrub and pinyon-juniper communities. 4600-6700 ft	None - No suitable habitat. Formations and associated soils do not occur in the project area.
Penstemon scariosus var. albifluvis White River penstemon	Candidate	Evacuation Creek and Lower Parachute Creek Member of the Green River Formation on sparsely vegetated shale slopes in mixed desert shrub and pinyon-juniper communities. 5000-6000ft	None - No suitable habitat. Formations and associated soils do not occur in the project area.
Schoencrambe argillacea Clay thelopody	Threatened	Bookcliffs On the contact zone between the upper Uinta and lower Green River shale formations in mixed desert shrub of Indian ricegrass and pygmy sagebrush.5000-5650 ft.	None - No suitable habitat. Formations and associated soils do not occur in the project area.

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Species	Status	Habitat	Potential for and/or Occurrence
Schoencrambe suffrutescens Shrubby reed-mustard	Endangered	Evacuation Creek and lower Parachute Creek Members of the Green River Formation on calcareous shale in pygmy sagebrush, mountain mahogany, juniper and mixed desert shrub communities. 5400- 6000ft.	None - No suitable habitat. Formations and associated soils do not occur in the project area.
Sclerocactus glaucus (Sclerocactus brevispinus) Uinta Basin hookless cactus	Threatened	Gravelly hills and terraces on Quaternary and tertiary alluvium soils in cold desert shrub communities. 4700-6000ft.	Yes – Suitable habitat for this species occurs in the project area.
Spiranthes diluvialis Ute lady's tresses	Threatened	Streams, bogs and open seepages in cottonwood, salt cedar, willow and pinyon-juniper communities on the south and east slope of the Uintah Range and it's tributaries, and the Green River from Browns Park to Split mountain. Potentially in the Upper reaches of streams in the Book Cliffs. 4400-6810ft.	None - Soils and associated riparian areas are not present in project areas.

Scientific Name	Common Name
	Shrubs
Atriplex canescens	Four-winged saltbush
Atriplex confertifolia	Shadscale
Atriplex corrugata	Mat saltbush
Atriplex gardneri	Gardner's saltbush
Artemisia spinescens	Bud sage
Ceratoides lanata	Winterfat
Chrysothamnus spp.	Rabbitbrush species
Ephedra nevadensis	Mormon tea
Sarcobatus vermiculatus	Greasewood
Tetradymia spinosa	Horsebrush
Gı	rasses and Forbs
Agropyron dasystachyum vax. dasystachyum	Thickspike wheatgrass
Allium textile	Textile onion
Arenaria spp.	Sandwort
Cleome lutea	Yellow beeplant
Cymopterus spp.	Spring parsley
Eriogonum inflatum	Desert trumpet
Descurainia pinnata	Tansy mustard
Hilaria jamesii	Galleta
Phacelia crenulata	Scorpionweed
Phlox spp.	Phlox
Sitanion hystrix	Squirreltail
Sphaeralcea spp.	Globemallow
Sporobolus airoides	Alkali sacaton
Stipa hymenoides	Indian ricegrass

APD RECEIVED: 11/15/2006 API WELL NAME: FEDERAL 14-20-9-19	NO. ASSIGN			
WELL NAME: FEDERAL 14-20-9-19		NED: 43-047	-38856	
The state of the s	NUMBER: 3	303-857-9999		
CONTACT: TABATHA PARKER	_			
CONTACT:				
PROPOSED LOCATION: INSPE	ECT LOCATN	BY: /	/	
	Review	Initials	Date	
SURFACE: 0660 FSL 0660 FWL BOTTOM: 0660 FSL 0660 FWL Engir	neering			
COUNTY: UINTAH				
LATITUDE: 40.01102 LONGITUDE: -109.8107	ogy			
UTM SURF EASTINGS: 601506 NORTHINGS: 4429447 Surfa	ace			
FIELD NAME: PARIETTE BENCH (640)		!		
_	SED FORMATI		K	
RECEIVED AND/OR REVIEWED: LOCATION AND	D SITING.		,	
Plat R649-2-	-3.			
Bond: Fed[1] Ind[] Sta[] Fee[] Unit:				
(No. <u>UT-1233</u>)	(DC10 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0			
	R649-3-2. General Siting: 460 From Qtr/Qtr & 920' Between Wells R649-3-3. Exception			
(No. 43-1721)	-3. Except	.1011		
N RDCC Review (Y/N) Drillin	ng Unit			
(Date:) Board	Cause No:			
- A 11/I	Eff Date: Siting:			
Nin Intent to Commingle (Y/N)				
R649-3-	R649-3-11. Directional Drill			
		40.84		
COMMENTS				
COMMENTS:	,			
COMMENTS:	p			
COMMENTS:	19 1 10 10 10 10 10 10 10 10 10 10 10 10 1			
	A CONTRACTOR OF THE STATE OF TH			
STIPULATIONS: 1- Coder Taggior				
COMMENTS:	1			





State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

November 20, 2006

Gasco Production Company 8 Inverness Drive East, Suite 100 Englewood, CO 80112

Re:

Federal 14-20-9-19 Well, 660' FSL, 660' FWL, SW SW, Sec. 20, T. 9 South,

R. 19 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-38856.

Sincerely,

Gil Hunt

Associate Director

Stip The

pab Enclosures

cc:

Uintah County Assessor (via e-mail)

Bureau of Land Management, Vernal District Office

Location: SW SW	Sec. 20	T. 9 South	R. 19 East
Lease:	UTU-7:	5090	
API Number:	43-047-	38856	
Well Name & Number	Federal	14-20-9-19	
Operator:	Gasco I	Production Company	

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

Form 3160-3 (August 1999)

RECEIVE **UNITED STATES**

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

JUL 1 4 2006

5. Lease Serial No UTU-75090

APPLICA	ATION FOR PERMIT TO	DRILL C	OR REENTER		6. If Indian, Allottee	
1a. Type of Work: X DRILL	OFK. A DRILL REENTER			7. If Unit or CA Agr N/A 8. Lease Name and V	eement, Name and No.	
b. Type of Well: Oil Well	Gas Well Other	П	Single Zone	Multiple Zone	Federal #14-2	
2. Name of Operator	303-483-0044	8 Invern	ess Drive East, S		9. API Well No.	.0-3-13
Gasco Production Com			ood, CO 80112		43-047	-38256
3. Name of Agent	303-857-9999		ounty Road 10		10. Field and Pool, or Exploratory	
Permitco Inc Agent			pton, CO 80621		Riverbend	
4. Location of Well (Report locat	ion clearly and in accordance wit	h any State	requirements.*)		11. Sec., T., R., M., o	or Blk, and Survey or Area
At surface	660' FSL and 660' FWL				Section 20, T	9S-R19E
At proposed prod. zone 14. Distance in miles and direction	SW SW	.*			12. County or Parish	13. State
	-				Uintah	UT
15. Distance from proposed*	es southeast of Myton, UT		of Acres in lease	17. Spacing Unit	dedicated to this well	
location to nearest property or lease line, ft. (Also to nearest drig. unit line,	if any) 660'		1020.00		40 Acres; SW S	sw
18. Distance from proposed location	from proposed location* 19. Proposed Depth 20. BLM/BIA Bor		nd No. on file			
to nearest well, drilling, comp applied for, on this lease, ft	Approx. 1300'		12,850'		Bond #UT-123	3
21. Elevations (Show whether DF,	KDB, RT, GL, etc.)	22. Appr	oximate date work	will start*	23. Estimated duration	on
477	8' GL		ASAP		35	Days
		24.	Attachments	CUNTIL	DENTIAL-116	ini hule
The following, completed in accordance	dance with the requirements of O	nshore Oil	and Gas Order No. 1	, shall be attached to	o this form:	
Well plat certified by a register A Drillian Plan	ed surveyor.		4. Bond to co		unless covered by an exi	isting bond on file (see
 A Drilling Plan. A Surface Use Plan (if the loca 	tion is on National Forest System	Lands	5. Operator ce			
	ppropriate Forest Service Office.	Danies , ₁	•	site specific informa	ition and/or plans as ma	y be required by the
25. Signature	monaches	l Ni	 ame (Printed/Typed, Ve t) nessa Langmac		Date 7/12/2006
Title	, 0					
Authorized Agent for G	asco Production Compan		ame (Printad/Tunad)		Date
Approved by (Signature)	Name (Printed/Typed) TERRY KENCEKA		ļ			
Title of Jerryh			fice		l	7-27-2007
	and the state of t	alde la al	an annihalita aista a si	hogo viahta in the col	higgs lagge which!	antitle the applicant to
Application approval does not wa conduct operations thereon.	rrant or certify that the applicant f	iolas legal (or equitable title to t	nose rights in the su	oject lease which would	endic the applicant to

*(Instructions on reverse)

Conditions of approval, if any, are attached.

SEP 1 7 2007

Title 18 U.S.C. Section 1001and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department

United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

DIV. OF OIL, GAS & MINING

NOTICE OF APPROVAL

06BM1449A CONDITIONS OF APPROVAL AT NOS 04/06/06



UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** VERNAL FIELD OFFICE

VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Well No:

API No:

Gasco Production Company

Location:

SWSW, Sec. 20, T9S, R19E

Lease No:

UTU-75090

43-047-38856

Federal 14-20-9-19

N/A Agreement:

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	James Ashley	(435) 781-4470	(435) 828-7874
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
NRS/Enviro Scientist:	Paul Buhler	(435) 781-4475	(435) 828-4029
NRS/Enviro Scientist:	Karl Wright	(435) 781-4484	, ,
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	
NRS/Enviro Scientist:	Melissa Hawk	(435) 781-4476	(435) 828-7381
NRS/Enviro Scientist:	Chuck MacDonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Jannice Cutler	(435) 781-3400	• •
NRS/Enviro Scientist:	Michael Cutler	(435) 781-3401	
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	
NRS/Enviro Scientist:	Darren Williams	(435) 781-4447	
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	
		Fax: (435) 781-4410	

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

Location Construction (Notify Environmental Scientist) Location Completion (Notify Environmental Scientist) Spud Notice (Notify Petroleum Engineer) Casing String & Cementing (Notify Supv. Petroleum Tech.) **BOP & Related Equipment Tests** (Notify Supv. Petroleum Tech.) First Production Notice (Notify Petroleum Engineer)

- Forty-Eight (48) hours prior to construction of location and access roads.
- Prior to moving on the drilling rig.
- Twenty-Four (24) hours prior to spudding the well.
- Twenty-Four (24) hours prior to running casing and cementing all casing strings.
- Twenty-Four (24) hours prior to initiating pressure tests.
- Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

Site Specific Conditions of Approval

The operator shall construct a low water crossing across the drainage in the approximate center of the new access road route (approximately 690 feet up from existing two-track).

In order to minimize the potential for leaks and spills from pipeline ruptures, the operator shall bury the center one-third (approximately 460 feet) of the pipeline route where it crosses a 100-Year floodplain, to a depth of five feet.

If paleontologic materials are uncovered during construction, the operator shall immediately stop work that might further disturb such materials and notify the BLM VFO immediately so a BLM permitted paleontologist can be called in to evaluate the find.

Within 90 calendar days of the approval date for this Application for Permit to Drill (APD), the operator/lessee shall submit to the Authorized Officer (AO), on Sundry Notice Form 3160-5, an Interim Surface Reclamation Plan for surface disturbance on well pads, access roads, and pipelines. At a minimum, this will include the reshaping of the pad to the original contour to the extent possible; the respreading of the top soil up to the rig anchor points; and, the area reseeded using appropriate reclamation methods. The AO will provide written approval or concurrence within 30 calendar days of receipt. The following seed mix shall be used:

Туре		lbs./acre	
Western Wheatgrass	Agropyron smithii	4	
Needle and Threadgrass	Stipa comata	4	
Hy-crest Crested wheatgrass	Agropyron cristatum	4	
** Seed should be drilled; but if broadcasted double the pounds per acre used and work the solids mechanically to cover the seed.			

Following well plugging and abandonment, the location, access roads, pipelines, and other facilities shall be reclaimed. All disturbed surfaces shall be reshaped to approximate the original contour; the top soil respread over the surface; and, the surface revegetated. The surface of approved staging areas where construction activities did not occur may require disking or ripping and reseeding. The following seed mix shall be used, unless BLM personnel determine that conditions have changed and another mix would be more suitable:

	Туре	lbs./acre
Shadscale	Atriplex confertifolia	3
Winterfat	Eurotia lanata	3
Galleta grass	Hilaria jamesil	3
Indian Rice Grass	Oryzopsis hymenoides	3
	ed; but if broadcasted double the e solids mechanically to cover the	

Other reclamation methods including but not limited to mulching or soil treatments may be required on a site-specific basis.

Page 3 of 7 Well: Federal 14-20-9-19 7/19/2007

General Surface COA

• If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.

• If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A report will be prepared by a BLM permitted paleontologist and submitted to the AO at the completion of surface disturbing activities.

Page 4 of 7 Well: Federal 14-20-9-19 7/19/2007

DOWNHOLE CONDITIONS OF APPROVAL

SITE SPECIFIC DOWNHOLE CONDITIONS OF APPROVAL

- Production casing cement shall be brought up and into the surface casing. The minimum cement top is 2500 ft, which is above the surface casing shoe.
 - o COA specification is consistent with operators performance standard stated in APD.
- A cement Bond Log (CBL) shall be run from the production casing shoe to the surface casing shoe. A field copy of the CBL shall be submitted to the BLM Vernal Field Office.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the
 daily drilling report. Components shall be operated and tested as required by Onshore Oil &
 Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be
 performed by a test pump with a chart recorder and NOT by the rig pumps. Test shall be
 reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water
 is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM
 Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person

Page 5 of 7 Well: Federal 14-20-9-19 7/19/2007

making the report (along with a telephone number) should the BLM need to obtain additional information.

- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- Chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a
 weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is
 completed.
- A cement bond log (CBL) will be run from the production casing shoe to the <u>top of cement</u> and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 6 of 7 Well: Federal 14-20-9-19

7/19/2007

OPERATING REQUIREMENT REMINDERS:

 All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
 notified when it is placed in a producing status. Such notification will be by written
 communication and must be received in this office by not later than the fifth business day
 following the date on which the well is placed on production. The notification shall provide, as a
 minimum, the following informational items:
 - Operator name, address, and telephone number.
 - Well name and number.
 - o Well location (1/41/4, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - o Unit agreement and/or participating area name and number, if applicable.
 - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will
 be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be
 reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major
 Events" will be reported in writing within 15 days. "Minor Events" will be reported on the
 Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or

Page 7 of 7 Well: Federal 14-20-9-19 7/19/2007

data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM. Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field
 Office Petroleum Engineers will be provided with a date and time for the initial meter calibration
 and all future meter proving schedules. A copy of the meter calibration reports shall be
 submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API
 standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All
 measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted
 to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs
 first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be
 adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively
 sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior
 approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
 before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office
 Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in
 order that a representative may witness plugging operations. If a well is suspended or
 abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent
 Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual
 plugging of the well bore, showing location of plugs, amount of cement in each, and amount of
 casing left in hole, and the current status of the surface restoration.



FORM 9

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES

[5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-75090			
SUNDRY	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
Do not use this form for proposals to drill ne drill horizontal lat	INA			
1. TYPE OF WELL OIL WELL	GAS WELL 🗹 OTHER _		8. WELL NAME and NUMBER: Federal 14-20-9-19	
2. NAME OF OPERATOR:			9. API NUMBER:	
Gasco Production Compar	ıy		4304738856	
3. ADDRESS OF OPERATOR: 8 Inverness Dr E, Ste 100	Englewood STATE CO	80112 PHONE NUMBER: (303) 483-0044	10. FIELD AND POOL, OR WILDCAT: Pariette Bench	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 660' FS	SL & 660' FWL		соинту: Uintah	
QTR/QTR, SECTION, TOWNSHIP, RANC	GE, MERIDIAN: SWSW 20 9S 1	9E	STATE: UTAH	
11. CHECK APPR	OPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REP	ORT, OR OTHER DATA	
TYPE OF SUBMISSION		TYPE OF ACTION		
NOTICE OF INTENT	ACIDIZE	DEEPEN	REPERFORATE CURRENT FORMATION	
(Submit in Duplicate)	ALTER CASING	FRACTURE TREAT	SIDETRACK TO REPAIR WELL	
Approximate date work will start:	CASING REPAIR	■ NEW CONSTRUCTION	TEMPORARILY ABANDON	
	CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR	
	CHANGE TUBING	PLUG AND ABANDON	VENT OR FLARE	
SUBSEQUENT REPORT	CHANGE WELL NAME	PLUG BACK	WATER DISPOSAL	
(Submit Original Form Only)	CHANGE WELL STATUS	PRODUCTION (START/RESUME)	WATER SHUT-OFF	
Date of work completion:	COMMINGLE PRODUCING FORMATIONS	RECLAMATION OF WELL SITE	✓ OTHER: Extend Permit	
	CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATIO	· · · · · · · · · · · · · · · · · · ·	
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all p	ertinent details including dates, depths, volu	umes, etc.	
Gasco Production Compar	ny would like to request a one ve	ar extension on this APD from	the date it is due to expire (11/20/07)	
, , ,	,		and date it is due to expire (11/20/01)	
			·	
Approved by the Utah Division of Oil, Gas and Mining				
COST TELEGY COST TELEGY COST SEMILO DESPAC	Date: 10-	31-07 JAAIL		
NAME (PLEASE PRINT) Beverly Wa	alker	TITLE Engineering Te	chnician	
SIGNATURE JOULEN	Ub/K	DATE 10/24/2007		

(This space for State use only)

RECEIVED OCT 3 1 2007

Application for Permit to Drill Request for Permit Extension Validation

(this form should accompany the Sundry Notice requesting permit extension)

API:

4304738856

Well Name: Federal 14-20-9-19					
Location: SW SW Section 20-T9S-R19E					
Company Permit Issued to: Gasco Production Company					
Date Original Permit Issued: 11/20/2006					
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.					
Following is a checklist of some items related to the application, which should be verified.					
f located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes □ No ☑					
Have any wells been drilled in the vicinity of the proposed well which would affect he spacing or siting requirements for this location? Yes⊡ No☑					
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑					
Have there been any changes to the access route including ownership, or right- of-way, which could affect the proposed location? Yes□No☑					
Has the approved source of water for drilling changed? Yes□No☑					
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑					
s bonding still in place, which covers this proposed well? Yes ☑ No ☐					
Devely Walks 10/24/2007					
Signature Date					
Title: Engineering Technician					
Representing: Gasco Production Company					

RECEIVED OCT 3 1 2007

FORM 9

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING CONFIDENTIAL

5. LEASE DESIGNATION AND SERIAL NUMBER:

			UTU-75090
SUNDRY	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
Do not use this form for proposals to drill a	7 LINIT OF CA AGREEMENT NAME:		
Do not use this form for proposals to drill in drill horizontal !			
1. TYPE OF WELL OIL WELL	8. WELL NAME and NUMBER: Federal 14-20-9-19		
2. NAME OF OPERATOR:			9. API NUMBER:
Gasco Production Compa 3. ADDRESS OF OPERATOR:	iny	EDVIONE NUMBER	4304738856 10. FIELD AND POOL, OR WILDCAT:
8 Inverness Dr E, Ste 100	Y Englewood STATE Co	PHONE NUMBER: (303) 483-0044	Pariette Bench
4. LOCATION OF WELL	tert data, an again to the section of the section o		
FOOTAGES AT SURFACE: 660' F	SL & 660' FWL		соинту: Uintah
QTR/QTR. SECTION, TOWNSHIP, RAN	ige, meridian: SWSW 20 9S	19E	STATE:
, , , , , , , , , , , , , , , , , , ,			UTAH
11. CHECK APP	ROPRIATE BOXES TO INDI	CATE NATURE OF NOTICE, REP	ORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
NOTICE OF INTENT	ACIDIZE	DEEPEN	REPERFORATE CURRENT FORMATION
(Submit in Duplicate)	ALTER CASING	FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start:	CASING REPAIR	NEW CONSTRUCTION	TEMPORARILY ABANDON
	CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR .
	CHANGE TUBING	PLUG AND ABANDON	VENT OR FLARE
SUBSEQUENT REPORT (Submit Original Form Only)	CHANGE WELL NAME	PLUG BACK	WATER DISPOSAL
Date of work completion:	CHANGE WELL STATUS	PRODUCTION (START/RESUME)	WATER SHUT-OFF
Date of Work Completion.	COMMINGLE PRODUCING FORMAT	IONS RECLAMATION OF WELL SITE	✓ other: Extend Permit
	CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATION	N
12. DESCRIBE PROPOSED OR CO	OMPLETED OPERATIONS. Clearly sho	w all pertinent details including dates, depths, volu	mes, etc.
Gasco Production Compa	nv would like to request a on	e vear extension on this APD from t	the date it is due to expire (10/31/08)
· •	,	•	,
		_	
		Approved by the	
		Utah Division of	
		Oil, Gas and Mining	
		Date: /0/30/08	
	COPY SENT TO OPERATOR	By: Africa	
	Date: 10 · 30 · 2008	0	
	Initials: 145		
	initials.		
NAME (PLEASE PRINT) Jessica B	erg	TITLE Production Cler	k
SIGNATURE STATE OF THE STATE OF	000 May -	. 10/27/2008	<i>,</i>
SIGNATURE TO STATE OF THE STATE	Charles,	DATE 10/21/2000	
This space for State use only)			RECEIVED



Application for Permit to Drill Request for Permit Extension Validation

(this form should accompany the Sundry Notice requesting permit extension)

API: 4304738856					
Well Name: Federal 14-20-9-19					
Location: SW SW Section 20-T9S-R19E					
Company Permit Issued to: Gasco Production Company Date Original Permit Issued: 11/20/2006	у				
Date Original Fernit issued. 11120/2000					
The undersigned as owner with legal rights to drill on a above, hereby verifies that the information as submitted approved application to drill, remains valid and does not	ed in the previously				
Following is a checklist of some items related to the averified.	pplication, which should be				
If located on private land, has the ownership changed agreement been updated? Yes □ No ☑	, if so, has the surface				
Have any wells been drilled in the vicinity of the propo the spacing or siting requirements for this location? Ye					
Has there been any unit or other agreements put in plane permitting or operation of this proposed well? Yes□N					
Have there been any changes to the access route incl of-way, which could affect the proposed location? Yes	• • • • • • • • • • • • • • • • • • • •				
Has the approved source of water for drilling changed	? Yes□No☑				
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑					
Is bonding still in place, which covers this proposed we	ell? Yes⊠No⊡				
Signature	10/27/2008 Date				
Title: Production Clerk					
Representing: Gasco Production Company	RECEIVED OCT 29 2008				
	I HE ON ONA				
	OCI 53 5000				

DIV. OF OIL, GAS & MINING

Form 3160- 5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED

OMB No. 1004-0137

Expires: March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS					lo. UTU-75090 ttee, or Tribe Name NA	
	IPLICATE - Other Instruction	ns on reverse sid	de.	7. If Unit or CA.	Agreement Name and/or No. NA	
1. Type of Well Oil Well X Gas Well	Other			8. Well Name an		
2. Name of Operator					leral 14-20-9-19	
Gasco Production Company	·	3b. Phone No. (include		9. API Well No.	4304738856	
3a. Address 8 Inverness Drive East Ste 1	00 Englewood Co 80112	36. Phone No. (included as 303-483	,		01, or Exploratory Area	—
4. Location of Well (Footage, Sec., T.		303.40.	3-00-1-4		Pariette Bench	
	,,,			11. County or Pa		
\$	SW SW of Section 20-T9S-F	119E		Uir	ntah County, UT	
12. CHECK APPROF	PRIATE BOX(S) TO INDICAT	TE NATURE OF 1	NOTICE, REPOR	T, OR OTHE	R DATA	
TYPE OF SUBMISSION		TYI	PE OF ACTION	· · · · · · · · · · · · · · · · · · ·	<u>, , , , , , , , , , , , , , , , , , , </u>	
X Notice of Intent	Acidize	Deepen	Production (S	tart/ Resume)	Water Shut-off	
	Altering Casing	Fracture Treat	Reclamation		Well Integrity	
Subsequent Report	Casing Repair	New Construction	Recomplete		X Other Extend Permit	<u> </u>
•	Change Plans	Plug and abandon	Temporarily A	bandon		
Final Abandonment Notice	Convert to Injection	Plug back	Water Disposa	ı		
Attach the Bond under which the	conally or recomplete horizontally, give work will be performed or provide the doperations. If the operation result I Abandonment Notices shall be filed final inspection. Company would like to respect to the property would like to respect to the provided in the provided that the provided is the provided that the pro	ve subsurface locations ne Bond No. on file w is in a multiple comple I only after all required	and measured and tr ith BLM/BIA. Requ etion or recompletion ments, including recl	ue vertical depths ired subsequent re in a new interval, amation, have bed	of all pertinent markers and zeports shall be filed within 30, a Form 3160-4 shall be filed en completed, and the operato	ones. days once

CONDITIONS OF APPROVAL ATTACHED

14. I hereby certify that the foregoing is true and correct.				
Name (Printed/ Typed)	Title			
Jessica Berg			Productio	on Clerk
Signature Survey Derg	Date		June 29.	, 2009
THIS SPACE FOR F	EDERAL OR S	TATE OF	FICE USE	
Approved by	Petrol	eum	Engineer	Date 1 / 2000
Conditions of approve, if any are attened. Approval of this notice does not vectify that the applicant holds regal or equitable title to those rights in the subwhich would entitle the applicant to conduct operations	warrant or			00E 1 1 2000
Title 18 U.S.C. Section 1001 AND Title 43 U.S.C. Section 1212, make it a States any false, fictitiousor fraudulent statements or representations as to any magnetic statements.				
Instructions on page 2)		Mir.	ALIC 7 O DOG	Δ :

AUG 2 U 2009

CONDITIONS OF APPROVAL

Gasco Production Company

Notice of Intent APD Extension

Lease:

UTU-75090

Well:

Federal 14-20-9-19

Location:

SWSW Sec 20-T9S-R19E

An extension for the referenced APD is granted with the following conditions:

- 1. The extension and APD shall expire on 7/27/2011.
- 2. No other extension shall be granted.

If you have any questions concerning this matter, please contact Ryan Angus of this office at (435) 781-4430

	STATE OF UTAH		FORM 9
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-75090
SUND	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	sals to drill new wells, significantly deepen exi gged wells, or to drill horizontal laterals. Use		7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: FEDERAL 14-20-9-19
2. NAME OF OPERATOR: GASCO PRODUCTION COMPAN	NY		9. API NUMBER: 43047388560000
3. ADDRESS OF OPERATOR: 8 Inverness Dr. East, Suite 10	0 , Englewood, CO, 80112 3	PHONE NUMBER: 03 483-0044 Ext	9. FIELD and POOL or WILDCAT: PARIETTE BENCH
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0660 FSL 0660 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWSW Section: 20	P, RANGE, MERIDIAN: Township: 09.0S Range: 19.0E Meridian: S		STATE: UTAH
11.	CK APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
✓ NOTICE OF INTENT	ACIDIZE	ALTER CASING	CASING REPAIR
Approximate date work will start: 3/24/2010	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
_	☐ CHANGE WELL STATUS ☐ DEEPEN ☐	COMMINGLE PRODUCING FORMATIONS FRACTURE TREAT	☐ CONVERT WELL TYPE ☐ NEW CONSTRUCTION
SUBSEQUENT REPORT Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
	☐ TUBING REPAIR	VENT OR FLARE	☐ WATER DISPOSAL
Drilling Report	WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION
Report Date:	☐ WILDCAT WELL DETERMINATION ☐	OTHER	OTHER:
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all pertine	ent details including dates, depths, v	olumes, etc.
			Approved by the Utah Division of Oil, Gas and Mining
		D:	y:
NAME (PLEASE PRINT) Roger Knight	PHONE NUMBER 303 996-1803	TITLE EHS Supervisor	
SIGNATURE N/A		DATE 11/19/2009	



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047388560000

API: 43047388560000 **Well Name:** FEDERAL 14-20-9-19

Location: 0660 FSL 0660 FWL QTR SWSW SEC 20 TWNP 090S RNG 190E MER S

Company Permit Issued to: GASCO PRODUCTION COMPANY

Date Original Permit Issued: 11/20/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

require revi	sion. Following is a	checklist o	of some items re	elated to the appl	lication, w	hich should be verifie	d.
	ated on private land ed? 问 Yes 📵 I	d, has the o No	wnership chang	ged, if so, has the	e surface a	greement been	
	any wells been dril requirements for t				ch would a	ffect the spacing or	
	here been any unit s proposed well? (n place that could	I affect the	e permitting or operat	ion
	there been any cha the proposed locat			ncluding ownersh	nip, or righ	tof- way, which could	
• Has tl	he approved source	of water fo	or drilling chang	ged? 🔘 Yes 🌘	No		
	there been any phy je in plans from wh					which will require a No	
• Is bo	nding still in place,	which cove	rs this propose	d well? 🌘 Yes	Mo C	pproved by the Itah Division of , Gas and Mining	
Signature:	Roger Knight	Date:	11/19/2009				
Title:	EHS Supervisor Rep	resenting:	GASCO PRODUC	TION COMPANY	Date:_	November 23, 2009	

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES			FORM 9
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-75090		
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
Do not use this form for proposition-hole depth, reenter plu DRILL form for such proposals.	sals to drill new wells, significantly deepen exi gged wells, or to drill horizontal laterals. Use	sting wells below current APPLICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: FEDERAL 14-20-9-19
2. NAME OF OPERATOR: GASCO PRODUCTION COMPAN	NY		9. API NUMBER: 43047388560000
3. ADDRESS OF OPERATOR: 8 Inverness Dr. East, Suite 10		NUMBER: 03 483-0044 Ext	9. FIELD and POOL or WILDCAT: PARIETTE BENCH
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0660 FSL 0660 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWSW Section: 20	P, RANGE, MERIDIAN:) Township: 09.0S Range: 19.0E Meridian: S		STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
NOTICE OF INTENT Approximate date work will start: 11/20/2011 SUBSEQUENT REPORT Date of Work Completion: SPUD REPORT Date of Spud: DRILLING REPORT Report Date: 12. DESCRIBE PROPOSED OR CO	CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS DEEPEN OPERATOR CHANGE PRODUCTION START OR RESUME REPERFORATE CURRENT FORMATION TUBING REPAIR WATER SHUTOFF WILDCAT WELL DETERMINATION MPLETED OPERATIONS. Clearly show all pertine	CHANGE TUBING COMMINGLE PRODUCING FORMATIONS FRACTURE TREAT PLUG AND ABANDON RECLAMATION OF WELL SITE SIDETRACK TO REPAIR WELL VENT OR FLARE SI TA STATUS EXTENSION OTHER ent details including dates, depths, v	CASING REPAIR CHANGE WELL NAME CONVERT WELL TYPE NEW CONSTRUCTION PLUG BACK RECOMPLETE DIFFERENT FORMATION TEMPORARY ABANDON WATER DISPOSAL ✓ APD EXTENSION OTHER: Olumes, etc. Approved by the Utah Division of Oil, Gas and Mining 11/23/2010 y:
NAME (PLEASE PRINT)	PHONE NUMBER	TITLE	
Roger Knight SIGNATURE	303 996-1803	EHS Supervisor DATE	
N/A		11/19/2010	



Sig

The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047388560000

API: 43047388560000 **Well Name:** FEDERAL 14-20-9-19

Location: 0660 FSL 0660 FWL QTR SWSW SEC 20 TWNP 090S RNG 190E MER S

Company Permit Issued to: GASCO PRODUCTION COMPANY

Date Original Permit Issued: 11/20/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

ire revi	sion. Following is a che	cklist of some ite	ms related to the	applicatio	n, which should be verified.
	ated on private land, haved? Yes No	s the ownership o	changed, if so, ha	s the surfa	ice agreement been
	any wells been drilled requirements for this			which wou	uld affect the spacing or
	nere been any unit or o s proposed well? 🔵 🛝		put in place that o	could affec	t the permitting or operation
	there been any change the proposed location		_	nership, or	rightof- way, which could
• Has th	ne approved source of	water for drilling o	changed? 🔵 Ye	s 📵 No	
	there been any physica e in plans from what w				oute which will require a Yes 📵 No
• Is bor	nding still in place, whi	ch covers this pro	posed well? 📵	Yes 📗 N	Approved by the No Utah Division of Oil, Gas and Mining
	Roger Knight	Date: 11/19/201		5	11/23/2010
Title:	EHS Supervisor Repres	enting: GASCO PR	ODUCTION COMPAN	vy Dat	e: 11/25/2010
				Bv:	Lary III
				-,-	

Sundry Number: 20510 API Well Number: 43047388560000

	STATE OF UTAH	050			FORM 9
	DEPARTMENT OF NATURAL RESOURD DIVISION OF OIL, GAS, AND MI		3	5.LEAS UTU-7	E DESIGNATION AND SERIAL NUMBER: 5090
SUNDRY NOTICES AND REPORTS ON WELLS				6. IF IN	IDIAN, ALLOTTEE OR TRIBE NAME:
	sals to drill new wells, significantly deepe igged wells, or to drill horizontal laterals.			7.UNIT	or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well					L NAME and NUMBER: AL 14-20-9-19
2. NAME OF OPERATOR: GASCO PRODUCTION COMPAN	NY				NUMBER: '388560000
3. ADDRESS OF OPERATOR: 8 Inverness Dr. East, Suite 10			UMBER: 3 483-0044 Ext		D and POOL or WILDCAT: TTE BENCH
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0660 FSL 0660 FWL				COUNT	
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWSW Section: 20	P, RANGE, MERIDIAN:) Township: 09.0S Range: 19.0E Meridiar	n: S		STATE: UTAH	
11. CHE	CK APPROPRIATE BOXES TO INDICA	ATE N	ATURE OF NOTICE, REPORT,	, OR OTI	HER DATA
TYPE OF SUBMISSION			TYPE OF ACTION		
	☐ ACIDIZE		ALTER CASING		CASING REPAIR
✓ NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS		CHANGE TUBING		CHANGE WELL NAME
11/20/2012	CHANGE WELL STATUS		COMMINGLE PRODUCING FORMATIONS		CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN		FRACTURE TREAT		NEW CONSTRUCTION
Date of Work Completion.	OPERATOR CHANGE		PLUG AND ABANDON		PLUG BACK
SPUD REPORT	☐ PRODUCTION START OR RESUME		RECLAMATION OF WELL SITE		RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION		SIDETRACK TO REPAIR WELL		TEMPORARY ABANDON
	☐ TUBING REPAIR		VENT OR FLARE		WATER DISPOSAL
DRILLING REPORT Report Date:	☐ WATER SHUTOFF		SI TA STATUS EXTENSION	1	APD EXTENSION
Report Date.	☐ WILDCAT WELL DETERMINATION		OTHER	отн	ER:
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all po	ertinen	t details including dates, depths,	volumes,	etc.
				<u> </u>	approved by the
				U	Jtah Division of I, Gas and Mining
				ate:	11/23/2011
				p	oo cal NO
			E	3y: <u>\(\(\D\)</u>	roby the
NAME (PLEASE PRINT) Roger Knight	PHONE NUMBER 303 996-1803	R	TITLE EHS Supervisor		
SIGNATURE N/A			DATE 11/18/2011		

Sundry Number: 20510 API Well Number: 43047388560000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047388560000

API: 43047388560000 **Well Name:** FEDERAL 14-20-9-19

Location: 0660 FSL 0660 FWL QTR SWSW SEC 20 TWNP 090S RNG 190E MER S

Company Permit Issued to: GASCO PRODUCTION COMPANY

Date Original Permit Issued: 11/20/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

• If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No
 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
 Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
 Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? Yes No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well? Yes No

Signature: Roger Knight **Date:** 11/18/2011

Title: EHS Supervisor Representing: GASCO PRODUCTION COMPANY

Sundry Number: 32162 API Well Number: 43047388560000

	STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES		FORM 9
ι	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-75090		
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
Do not use this form for pro current bottom-hole depth, I FOR PERMIT TO DRILL form	posals to drill new wells, significantly dee reenter plugged wells, or to drill horizontal n for such proposals.	pen existing wells below laterals. Use APPLICATION	7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: FEDERAL 14-20-9-19
2. NAME OF OPERATOR:			9. API NUMBER: 43047388560000
3. ADDRESS OF OPERATOR: , , ,	РН	ONE NUMBER:	9. FIELD and POOL or WILDCAT: PARIETTE BENCH
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0660 FSL 0660 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	IIP, RANGE, MERIDIAN: 20 Township: 09.0S Range: 19.0E Meridian	: S	STATE: UTAH
11. CHECI	APPROPRIATE BOXES TO INDICATE N	NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
/	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start: 11/20/2013	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	☐ CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
Date of Work Completion.	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT	WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION
Report Date:	WILDCAT WELL DETERMINATION	OTHER	OTHER:
12 DESCRIBE PROPOSED OR	COMPLETED OPERATIONS. Clearly show all p	ertinent details including dates d	·
12. DEGORIBE I ROI GGED GR	Commented of Englishers of Carry Show and	criment details including dates, d	Approved by the
			Utah Division of Oil, Gas and Mining
			Date: November 21, 2012
			By: Baggill
			3/3
NAME (DI EASE DDINT)	DUONE NI IMPER	TITLE	
Roger Knight	PHONE NUMBER 303 996-1803	EHS Supervisor	
SIGNATURE N/A		DATE 11/19/2012	

Sundry Number: 32162 API Well Number: 43047388560000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047388560000

API: 43047388560000 Well Name: FEDERAL 14-20-9-19

Location: 0660 FSL 0660 FWL QTR SWSW SEC 20 TWNP 090S RNG 190E MER S

Company Permit Issued to: GASCO PRODUCTION COMPANY

Date Original Permit Issued: 11/20/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

- ·····g ··· ·· ······· ·· ······· ·· ······
• If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No
 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
• Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
• Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? Yes No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well? Yes No
nature: Roger Knight Date: 11/19/2012

Sig

Title: EHS Supervisor Representing: GASCO PRODUCTION COMPANY



United States Department of the Interior



BUREAU OF LAND MANAGEMENT
Green River District
Vernal Field Office
170 South 500 East
Vernal, UT 84078
http://www.blm.gov/ut/st/en/fo/vernal.html

DEC 12, 2013

IN REPLY REFER TO: 3160 (UTG011)

Mandie Crozier Newfield Production Company Route 3, Box 3630 Myton, UT 84052 43 047 38856

Re:

Notice of Expiration

Well No. Federal 14-20-9-19 SWSW, Sec. 20, T9S, R19E Uintah County, Utah Lease No. UTU-75090

JAN 17 2014

DIV. OF OIL, GAS & MINING

RECEIVED

Dear Ms. Crozier:

The Application for Permit to Drill (APD) for the above-referenced well was approved on July 27, 2007. A two (2) year extension of the original APD was requested. The request was reviewed and the extension approved until August 24, 2010 due to the NEPA. According to our records, no known activity has transpired at the approved location. In view of the foregoing, this office is notifying you that the approval of the referenced application has expired. If you intend to drill at this location in the future, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

If you have any questions regarding this matter, please contact Robin R. Hansen at (435) 781-3428.

Sincerely,

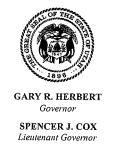
/s/ Jerry Kenczka

Jerry Kenczka Assistant Field Manager Lands & Mineral Resources

CC:

UDOGM

bcc: Well File I&E Asst.





MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

January 28, 2014

Jessica Berg Gasco Production Company 7979 E Tufts Ave. Ste. 1150 Denver, CO 80237

Re:

APDs Rescinded for Gasco Production Company,

Uintah & Duchesne County

Dear Ms. Berg:

Enclosed find the list of APDs that is being rescinded. On January 25, 2014, you requested that the division rescind the state approved APD. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective January 25, 2014.

A new APD must be filed with this office for approval prior to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Environmental Scientist

and Misson

cc:

Well File

Bureau of Land Management, Vernal



4304738857 ANTELOPE FED 33-15-10-18

4304736130 FEDERAL 12-21-9-19

4304738856 FEDERAL 14-20-9-19

4304739801 FEDERAL 21-17-9-19

4304738855 FEDERAL 21-20-9-19

4304738854 FEDERAL 23-20-9-19

4304738580 FEDERAL 31-22-10-18

4304738853 FEDERAL 34-17-9-19

4301350178 GATE CANYON FED 24-15-11-16

4301333438 RYE PATCH FED 22-13

4301333439 RYE PATCH FED 22-44

4301333440 RYE PATCH FED 23-11

4301333441 RYE PATCH FED 23-22

4301333442 RYE PATCH FED 23-32

4301333444 RYE PATCH FED 24-31

4301333445 RYE PATCH FED 24-43

4301333446 RYE PATCH FED 24-44

4304738574 SHEEP WASH FED 32-26-9-18

4304739778 UTELAND FED 43-3-10-18

4301350184 WILKIN RIDGE FED 11-17-10-17

4301333314 WILKIN RIDGE FED 12-33-10-17

4301332756 WILKIN RIDGE FED 14-15-10-17

4301333738 WILKIN RIDGE FED 14-29-10-17

4301333857 WILKIN RIDGE FED 22-31-10-17

4301333886	WILKIN RIDGE FED 24-30-10-17
4301333856	WILKIN RIDGE FED 24-31-10-17
4301333905	WILKIN RIDGE FED 31-19-10-17
4301333855	WILKIN RIDGE FED 31-30-10-17
4301350180	WILKIN RIDGE FED 32-17-10-17
4304739802	WILKIN RIDGE FED 32-21-10-18
4301333739	WILKIN RIDGE FED 34-29-10-17
4301333474	WILKIN RIDGE FED 41-21-10-17
4301334165	WILKIN RIDGE FED 41-27-10-17
4301334245	WILKIN RIDGE FED 41-28-10-17
4301333330	WILKIN RIDGE FED 41-31-10-17
4301334208	WILKIN RIDGE FED 42-7-11-17
4301333870	WILKIN RIDGE FED 43-21-10-17
4301333323	WILKIN RIDGE FED 43-30-10-17
4301333329	WILKIN RIDGE FED 43-31-10-17



Diana Mason <dianawhitney@utah.gov>

RE: Expired APDs

Jessica Berg <jberg@gascoenergy.com>
To: Diana Mason <dianawhitney@utah.gov>

Sat, Jan 25, 2014 at 3:11 PM

Hi Diana,

Thanks for the fyi! I'll get any outstanding renewals in ASAP.

I've had a chance to go through the State APD list, Gasco is no longer pursuing the following locations, please go ahead and rescind the list below.

Hopefully this helps clean things up a bit!

Thanks,

Jessica

	4304738857	ANTELOPE FED 33-15-10-18
	4304736130	FEDERAL 12-21-9-19
	4304738856	FEDERAL 14-20-9-19
	4304739801	FEDERAL 21-17-9-19
	4304738855	FEDERAL 21-20-9-19
	4304738854	FEDERAL 23-20-9-19
	4304738580	FEDERAL 31-22-10-18
	4304738853	FEDERAL 34-17-9-19
1	4301350178	GATE CANYON FED 24-15-11-16
	4301333438	RYE PATCH FED 22-13
	4301333439	RYE PATCH FED 22-44
	4301333440	RYE PATCH FED 23-11
	4301333441	RYE PATCH FED 23-22
	4301333442	RYE PATCH FED 23-32

4301333444 RYE PATCH FED 24-31



4301333445	RYE PATCH FED 24-43
4301333446	RYE PATCH FED 24-44
4304738574	SHEEP WASH FED 32-26-9-18
4304739778	UTELAND FED 43-3-10-18
* 4301350184	WILKIN RIDGE FED 11-17-10-17
4301333314	WILKIN RIDGE FED 12-33-10-17
4301332756	WILKIN RIDGE FED 14-15-10-17
4301333738	WILKIN RIDGE FED 14-29-10-17
4301333857	WILKIN RIDGE FED 22-31-10-17
4301333886	WILKIN RIDGE FED 24-30-10-17
4301333856	WILKIN RIDGE FED 24-31-10-17
4301333905	WILKIN RIDGE FED 31-19-10-17
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4301333474	WILKIN RIDGE FED 41-21-10-17
4301334165	WILKIN RIDGE FED 41-27-10-17
4301334245	WILKIN RIDGE FED 41-28-10-17
4301333330	WILKIN RIDGE FED 41-31-10-17
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4301333329	WILKIN RIDGE FED 43-31-10-17